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BB Nugent
Executive Director
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EX PARTE

January 28, 1999

RECEIVED

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FEDERAL COMMUNICATIONS COMMISSION
OFFICE OF THE SECRETARY

Ms. Magalie Roman Salas
Secretary
Federal Communications Commission
445 - 12th Street, SW, TW-A325
Washington, DC 20554

RE: **CC Docket No. 96-262: Access Charge Reform**
CC Docket No. 94-1: Price Cap Performance Review for
Local Exchange Carriers
CC Docket No. 97-250: MCI Telecommunications Corp. Emergency
Petition for Prescription of Access Charges
RM-9210: Consumer Federal of America Petition for Rulemaking

Dear Ms. Salas:

On January 27, 1999, Jim Hannon, John Kure and the undersigned, representing U S WEST, met with Tamara Preiss, Steve Spaeth, Aaron Goldschmidt, Florence Setzer and John Scott of the Competitive Pricing Division regarding the above-captioned proceedings. The attached documents served as the basis for the discussion.

In accordance with Section 1.1206(a)(2) of the Commission's rules, an original and one copy of this letter and the attachments are being filed with your office for inclusion in the record of this proceeding. Because of the late hour of our meeting yesterday, this ex parte notification is being filed with you today.

Acknowledgment and date of receipt of this submission is requested. A duplicate of this letter is provided for this purpose.

Sincerely,

BB Nugent

Attachments

cc w/o Attachments: Mr. Aaron Goldschmidt
Ms. Tamara Preiss
Mr. John Scott
Ms. Florence Setzer
Mr. Steve Spaeth

cc: w/ Attachments: Mr. Jay Atkinson
Ms. Jane Jackson
Mr. Rich Lerner

U S WEST
High Capacity Forbearance
Market Share Update

The market share information provided in the petitions for Phoenix and Seattle were based on a study as of the fourth quarter, 1997. Quality Strategies has completed new studies for the second quarter, 1998. The market shares of U S WEST Communications continue to erode.

	Provider	Transport	Retail	Wholesale	Overall
Fourth Quarter 1997					
Phoenix	71.7%	84.1%	29.2%	79.1%	77.4%
Seattle	65.2%	74.2%	20.7%	71.7%	72.8%
Second Quarter 1998					
Phoenix	69.5%	62.3%	27.9%	64.9%	67.1%
Seattle	64.7%	63.3%	20.0%	65.7%	64.2%

The overall High Capacity market share dropped noticeably in both cities, primarily driven by a significant decrease in the Transport segment. The Transport segment represents the purchases by carriers to extend their own backbone routes. This is further indication that the self-provisioning by the carriers is continuing, particularly in light of the merger of AT&T and TCG and the merger of MCI, MFS and WorldCom.

U S WEST
High Capacity Forbearance
Price Cap and Earnings Adjustments

This paper addresses the impacts to Price Caps and earnings when the FCC approves the U S WEST Communication petitions for forbearance for High Capacity Services. As demonstrated in the paper, the Price Cap mechanism is self-correcting and no adjustments are needed other than removing the demand for the affected services. From an earnings perspective the only impact is on the Low End Adjustment. The paper describes how the Adjustment would be apportioned to Price Cap services as well as to non-dominant services. Customers of Price Caps services are more than adequately protected when this process is used to effect a Low End Adjustment.

Price Caps will be adjusted by removing High Capacity Services. These services are in the Trunking Basket. The Trunking Price Cap Index and the Actual Price Index will be self-corrected by removing the demand counts from the base period demand in a TRP filing. The bands for the high capacity categories and subcategories would be adjusted in the same manner.

No exogenous treatment or freezing of the head room (i.e., the difference between the PCI and API) is necessary to protect other customers nor is it justified under Price Cap regulation. As demonstrated by the following analysis, the Price Cap mechanism is self-correcting. Removing one group of services such as high capacity services does not adversely impact other services. The total revenue (the "R" value) is automatically reduced by the value of the demand being removed. The amount of headroom shrinks proportionally. The example used in the analysis shows the headroom shrinking from \$5,432,616 to \$5,164,684. Because the headroom associated with the non-dominant services is removed it is not available to increase prices for the services remaining under Price Caps. In contrast, if these competitive services were to remain under Price Cap the extra headroom generated from competitively pricing these services would be available to raise prices to customers of other services in the Trunking Basket. The bands for the categories and subcategories are also automatically adjusted in a similar manner.

The only practical implication of earnings for a Price Cap company is the Low End Adjustment when the actual rate-of-return falls below 10.25%. As described later in this paper, the Low End Adjustment for Price Cap services would be reduced by the difference between the revenue generated from the non-dominant services compared to a theoretical revenue for these services. The theoretical revenue is calculated by repricing the non-dominant services at the corresponding rates on an average basis for each type of service (e.g., DS1). The remaining Low End Adjustment is then spread proportional to the actual revenues for the Price Cap and non-dominant services. In the example used in the analysis, an interstate Low End Adjustment of \$21M is reduced to \$10M for Price Cap services, the remainder of the adjustment is essentially assigned to the non-dominant services. This procedure protects the customers of Price Cap services from having to bear the burden of the full Low End Adjustment by assigning a portion to the non-dominant services.

When granting U S WEST's petition for forbearance, the Commission has the full authority to allow U S WEST to remove high capacity services from Price Cap regulation as described above

without additional changes in its rules. Section 10 gives the Commission the necessary authority to grant this relief.

Price Cap Plan

When U S WEST's forbearance petition for High Capacity Services is approved, Price Cap data will be changed in a TRP filing to show the effects of removing the demand no long subject to Price Caps. The TRP filing will not include any rate changes. The High Capacity Services are in the Trunking basket. To reflect the impacts to Price Caps from this demand reduction, this TRP filing is considered to be an update to the Price Cap Index for the Trunking basket. Using Price Cap rules in Part 61, the Price Cap Index (PCI) for the Trunking Basket is

$$PCI_t = PCI_{t-1} \cdot [1 + w \cdot (GDP-PI - X) + \Delta Y / R + \Delta Z / R]$$

Because this is not an Annual Filing, the inflation (GDP-PI) and the productivity (X) factors do not apply and are set to zero. Also exogenous changes (ΔZ) are not applicable as discussed below. The imputation of access charges (ΔY) is also not applicable. Both of these elements are set to zero. Even though it has no affect in the calculation of the PCI, the base period revenue (R) is the sum of base period demand reduced for the non-dominant demand (D_{iR}) multiplied by the rates (P_{it-1}) at the last PCI update. The net result is a new Price Cap Index equal to the former one.

$$PCI_t = PCI_{t-1} = 0.555254^1$$

The Actual Price Index (API) is then calculated

$$API_t = API_{t-1} \cdot \Sigma[v_i \cdot (P_{it} / P_{it-1})]$$

For this TRP filing the formula can be restated as

$$API_t = API_{t-1} \cdot \Sigma(D_{iR} \cdot P_{it}) / \Sigma(D_{iR} \cdot P_{it-1})$$

Because there are no rate changes there is no change in the API.

$$API_t = API_{t-1} = 0.551520$$

Headroom (HR) is the difference between the revenue generated from the actual prices and the revenue which is allowed if the API is equal to the PCI as permitted in the rules. The generally used formula for headroom is

$$HR = [PCI_t \cdot \Sigma(D_i \cdot P_{it-1}) / API_{t-1}] - \Sigma(D_i \cdot P_{it})$$

For this TRP filing, the resulting headroom is

$$\begin{aligned} HR_R &= [PCI_t \cdot \Sigma(D_{iR} \cdot P_{it-1}) / API_{t-1}] - \Sigma(D_{iR} \cdot P_{it}) \\ HR_R &= (0.555254 \cdot \$762,835,579 / 0.551520) - \$762,835,579 \end{aligned}$$

¹ To demonstrate these effects, a demonstrative TRP as well as the prior TRP (Transmittal No. 956) from which this TRP is built are attached. The actual demand for Phoenix has not been definitively identified; however, approximate demand has been developed to show the relative impacts. The data used is from these two TRPs.

$$HR_R = \$5,164,684$$

Because there are no changes in prices, the revenues represented by $\Sigma(D_i \cdot P_{it})$ and $\Sigma(D_i \cdot P_{it-1})$ are equal to $\Sigma(D_{iR} \cdot P_{it})$ and the headroom can be restated to

$$HR_R = (PCI_t - API_{t-1}) \cdot \Sigma(D_{iR} \cdot P_{it}) / API_{t-1}$$

The headroom available prior to this TRP filing is

$$\begin{aligned} HR_p &= [PCI_{t-1} \cdot \Sigma(D_{ip} \cdot P_{it-2}) / API_{t-2}] - \Sigma(D_{ip} \cdot P_{it-1}) \\ HR_p &= (0.555254 \cdot \$802,409,252 / 0.551520) - \$802,409,252 \\ HR_p &= \$5,432,616 \end{aligned}$$

For the prior TRP filing the API is

$$\begin{aligned} API_{t-1} &= API_{t-2} \cdot \Sigma(D_{ip} \cdot P_{it-1}) / \Sigma(D_{ip} \cdot P_{it-2}) \\ \Sigma(D_{ip} \cdot P_{it-1}) &= API_{t-1} \cdot \Sigma(D_{ip} \cdot P_{it-2}) / API_{t-2} \end{aligned}$$

Using this to substitute for $\Sigma(D_{ip} \cdot P_{it-1})$ in the headroom for the prior filing gives

$$\begin{aligned} HR_p &= [PCI_{t-1} \cdot \Sigma(D_{ip} \cdot P_{it-2}) / API_{t-2}] - [API_{t-1} \cdot \Sigma(D_{ip} \cdot P_{it-2}) / API_{t-2}] \\ HR_p &= (PCI_{t-1} - API_{t-1}) \cdot \Sigma(D_{ip} \cdot P_{it-2}) / API_{t-2} \end{aligned}$$

To determine the relationship of the headroom resulting from this TRP filing to the headroom from the prior TRP filing, the ratio of the two headrooms is determined

$$HR_R / HR_p = [(PCI_t - API_{t-1}) \cdot \Sigma(D_{iR} \cdot P_{it}) / API_{t-1}] / [(PCI_{t-1} - API_{t-1}) \cdot \Sigma(D_{ip} \cdot P_{it-2}) / API_{t-2}]$$

Because PCI_t equals PCI_{t-1} for this TRP filing, the equation can be simplified to

$$HR_R / HR_p = [\Sigma(D_{iR} \cdot P_{it}) / API_{t-1}] / [\Sigma(D_{ip} \cdot P_{it-2}) / API_{t-2}]$$

Substituting for API_{t-1} from above in the head room ratio and simplifying gives

$$\begin{aligned} HR_R / HR_p &= [\Sigma(D_{iR} \cdot P_{it}) / (API_{t-2} \cdot \Sigma(D_{ip} \cdot P_{it-1}) / \Sigma(D_{ip} \cdot P_{it-2}))] / [\Sigma(D_{ip} \cdot P_{it-2}) / API_{t-2}] \\ HR_R / HR_p &= [\Sigma(D_{iR} \cdot P_{it}) / \Sigma(D_{ip} \cdot P_{it-1})] / [\Sigma(D_{ip} \cdot P_{it-2}) / \Sigma(D_{ip} \cdot P_{it-2})] \\ HR_R / HR_p &= \Sigma(D_{iR} \cdot P_{it}) / \Sigma(D_{ip} \cdot P_{it-1}) \\ \$5,164,684 / \$5,432,616 &= \$762,835,579 / \$802,409,252 \\ 0.9506809 &= 0.9506814 \end{aligned}$$

This equation shows that the ratio of the head rooms is proportional to the head room resulting from this TRP filing to the sum of the base period demand from the prior filing multiplied by the rates from the prior filing. In other words, **the headroom is reduced proportional to the reduction in revenue caused by removing the demand for the non-dominant services.**

This same effect takes place in the headroom associated with the categories and sub categories. As a demonstration (without the diversion of the equations), the headroom for the DS1 sub category for this TRP filing is \$16,347,589 and the headroom from the prior filing is \$17,986,919. The ratio of these two numbers is 0.9088599. The ratio of the two respective revenues is 0.9088599 (i.e., \$247,849,713 / \$272,703,989). Again as the equality of these ratios demonstrates, the headroom is reduced proportional to the change in revenues which is all driven by the reduction in the demand. It must also be remembered that the ability to use the headroom in the sub categories is constrained by the headroom of the overarching category. The headroom in the categories is further constrained by the headroom in the basket. Due to all of this complexity, there is little flexibility to raise prices under Price Caps and the reduction in head room caused by removing the demand further constrains that limited ability.

It is clear the headroom is automatically reduced using the Price Cap formulas. There is no windfall of headroom that can be used to raise prices for services remaining under Price Cap. The reduction in headroom reduces a LEC's ability to increase prices of less competitive services in the future. In addition, as the prices for more competitive services which are not under Price Caps (those in the Phoenix MSA, for example) are reduced, headroom is not created for other prices to be increased.

Also, there is no need for an exogenous change to be applied in the Price Cap Index formula. By the very nature of removing demand, the R value is decreased. A demonstration of the unreasonableness of an exogenous change is shown when the PCI equals the API prior to this TRP filing. In this case an exogenous change would force a decrease to the PCI. This in turn would force a decrease to the API which would force a decrease to rates. There is no justification for reducing the rates of other Price Cap services when some services are classified as non-dominant and removed from Price Cap regulation.

Nor is there a need for an exogenous adjustment to reflect the removal of costs. What costs are removed? In the case of pay phones becoming CPE, the costs of the phones were appropriately removed from the Common Line Basket; the recovery was no longer to be from the SLC or the CCLC. In the case of the sale or rural exchanges, it could be argued that the high costs of these exchanges should be removed. In the case of non-dominant treatment, no costs are being removed; the same telephone infrastructure provides the service. An argument could be developed which shows that the non-dominant services are less expensive to deliver since they are in the low cost, high density areas. If this is true, a positive exogenous cost would be appropriate to raise the rates for the services remaining under Price Caps. It suffices that any exogenous change is inappropriate.

In conclusion, the Price Cap mechanism is self-correcting. Customers of services remaining under Price Caps are adequately protected when the demand for non-dominant services is removed from the calculation of the indices.

Price Cap Glossary

API	Actual Price Index
D_i	Demand quantities
GDP-PI	Inflation factor
HR	Headroom is the difference between the revenue generated from the actual prices and the revenue which is allowed if the API is equal to the PCI
HR_P	Headroom prior to removing the non-dominant demand
HR_R	Headroom when the non-dominant demand is removed
P_i	Price for a rate element
PCI	Price Cap Index
R	$\Sigma(D_i \cdot P_{it-1})$ Base period revenue
t	Current time for a TRP filing
t-1	Time of the previous TRP filing
t-2	Time of the TRP filing which was prior to the previous TRP filing
TRP	Tariff Review Plan, used to demonstrate the Price Cap calculations
v	$D_i \cdot P_{it-1} / \Sigma(D_i \cdot P_{it-1})$ Estimated revenue weight, used in the API formula
w	$(R + \Delta Z)/R$ Weighting factor in the PCI formula for inflation less productivity
X	Productivity factor
ΔY	Imputation of Access charges
ΔZ	Exogenous changes

Low End Adjustment

The current Price Cap regime provides for a Low End Adjustment when the actual rate of return for the base year period falls below 10.25%. This is the only practical implication of rate of return for a Price Cap company. In the unlikely event the realized rate of return would fall below 10.25% and the company chooses to seek a Low End Adjustment, the following details how that adjustment would be calculated.

The actual rate of return will continue to be reported on all interstate rate of return, Price Cap and non-dominant services. If the rate of return falls below 10.25% for a base year period and the company chooses to seek the Low End Adjustment, a PCI adjustment for the Price Cap services will be calculated by determining the earnings necessary to bring the rate of return back to 10.25% based on the reported data for the base year. See Exhibit 1 for an illustrative example.

The Low End Adjustment will be reduced by assigning some of the Adjustment to the non-dominant services. This will be accomplished by restating the non-dominant revenues to a theoretical level which reflects revenues that might have been if the non-dominant services had been priced at the corresponding Price Cap rates. The corresponding Price Caps rates are determined by calculating the actual revenue per unit (e.g., channel termination) for categories of services (e.g., DS1, DS3) for both Price Cap and non-dominant services. Exhibit 2 shows this step. The revenue for the non-dominant services is recalculated using the Price Cap revenue per unit. The difference between the realized non-dominant revenue and the theoretical revenue is used to reduce the Adjustment. See Exhibit 1.

The remaining Low End Adjustment is spread to the Price Cap and non-dominant products proportional to the realized revenues in the base year.

This process more than adequately protects the customers of Price Cap products from having to bear the entire burden if the Low End Adjustment is needed. As shown in the exhibit, only \$10.095M of the Low End Adjustment of \$20.963M is assigned to the Price Cap services. It should be noted that if the price decreases of the non-dominant services have been aggressive, much (if not all) of the Adjustment would be apportioned to the non-dominant services.

This method also shifts more of the burden of the Adjustment to the non-dominant services in another way. It is most probable that the services in the zones with the lowest prices will become non-dominant. The less competitive zones with the higher prices will remain under Price Caps. Calculating the theoretical revenues based on the average for the corresponding Price Cap services really overstates what a fair revenue per unit would have been because it uses the rates in effect for the higher priced zones.

This method for determining the Low End Adjustment more than adequately protects the customers of services remaining under Price Caps!

Low End Adjustment for Removed Services - High Cap Example
Dollars in thousands

<u>Step #1: Actual 1997 Price Cap Earnings Data</u>				
1 Revenues	<u>Source</u> 492A and Company Records	<u>Total IS</u> \$3,224,051	<u>PC Services</u> \$3,099,165	<u>Removed Svcs</u> \$124,886
2 Exp + Taxes	492A	\$2,853,048		
3 Return	Ln 1 - Ln 2	\$371,003		
4 ANI	492A	\$3,742,251		
5 ROR	Ln 3 / Ln 4	9.91%		
<u>Step #2: Calculate LEA on total interstate access basis</u>				
6 Return @ 10.25%	<u>Source</u> Ln 4 * 0.1025	<u>Total IS</u> \$383,581		
7 Actual return	Ln 3	\$371,003		
8 Difference	Ln 6 - Ln 7	\$12,578		
9 Gross-up for Taxes (@ 0.40)	Ln 8 / 0.60	\$20,963		
<u>Step #3: Calculate revenue differential attributable to removed services</u>				
10 Removed svcs rev	<u>Source</u> Company Records	<u>DS1</u> \$85,286	<u>DS3</u> \$39,600	
11 Ratio of PC/removed svc ARPU	Lns 13 and 14, Exhibit 2	1.0707	1.1119	
12 Removed svcs rev adjusted	Ln 10 * Ln 11	\$91,316	\$44,031	
13 Revenue differential	Ln 10 - Ln 12	-\$6,030	-\$4,431	
<u>Step #4: Adjust total LEA for removed services revenue differential</u>				
14 Total LEA	<u>Source</u> Ln 9	<u>LEA Adjustment</u> \$20,963		
15 Revenue differential	Ln 13 (DS1 + DS3)	-\$10,461		
16 Revenue adjusted LEA	Ln 14 + Ln 15	\$10,502		
<u>Step #5: Allocate portion of revenue adj LEA to price cap services</u>				
17 Total revenues actual	<u>Source</u> Ln 1	<u>Total IS</u> \$3,224,051	<u>PC Services</u> \$3,099,165	<u>Removed Svcs</u> \$124,886
18 Revenue Distribution		100.00%	96.13%	3.87%
19 Allocation of LEA	Ln 16 * Ln 18	\$10,502	\$10,095	\$407

Calculating Ratio of Price Cap to Removed Services Average Revenue Per Unit (ARPU)
 Example for Removal of DS1 and DS3 Services in Some Geographic Areas

	<u>Source</u>	<u>Amount</u>
<u>Step #1: Calculate actual ARPU for removed services</u>		
Actual DS1 revenue from removed svcs	Company Records	\$85,286,160
DS1 chan terms removed	Company Records	236,906
Rev/unit (ARPU) removed	Ln 1 / Ln 2	\$360.00
Actual DS3 revenue from removed svcs	Company Records	\$39,600,000
DS3 chan terms removed	Company Records	12,000
Rev/unit (ARPU) removed	Ln 4 / Ln 5	\$3,300.00
<u>Step #2: Calculate ARPU for corresponding price cap services (after removal date)</u>		
DS1 service cat. Revenues	TRP	\$213,074,289
DS1 service cat. chan terms	TRP	552,782
Rev/DS1 (ARPU) under price caps	Ln 7 / Ln 8	\$385.46
DS3 service cat. Revenues	TRP	\$66,047,600
DS3 service cat. chan terms	TRP	18,000
Rev/DS3 (ARPU) under price caps	Ln 10 / Ln 11	\$3,669.31
<u>Step #3: Calculate ratio of PC/removed ARPU</u>		
DS1 services ratio	Ln 9 / Ln 3	1.0707
DS3 services ratio	Ln 12 / Ln 6	1.1119

U S WEST
High Capacity Forbearance
Price Cap and Earnings Adjustments

When the FCC approves the U S WEST Communication petitions for forbearance for High Capacity Services, the changes required to the Price Cap and Earnings mechanisms are minimal. From the Price Cap perspective, the demand for the non-dominant services will be removed from the indices calculations. By removing the demand, Price Caps is self-correcting and no other Price Cap adjustments are needed. Headroom reduces proportional to the reduction in the calculated revenues, the "R" value. Exogenous changes are not needed because no costs are being removed. Customers of services remaining under Price Caps are adequately protected because the headroom is proportionally reduced and because headroom that would have been created by pricing these services to the competitive market is not available to raise Price Cap controlled prices. The Price Cap modifications to reflect the non-dominant treatment are straightforward, simple and adequate to protect customers.

In a hypothetical example run for the Phoenix MSA the headroom shrinks from \$5,432,616 to \$5,164,684 when the estimated demand for the non-dominant services is removed.

From an earnings perspective, the situation is equally straightforward. All revenues (Price Cap and non-dominant) will continue to be reported in total, the same for expenses and investment. The only practical concern for a Price Cap company is the Low End Adjustment when the realized earnings fall below 10.25%. The FCC's rules allow for an upward price change to bring the earnings back to 10.25%. If this were to happen, and an ILEC would ask for such treatment, the Low End Adjustment would be reduced by the amount of revenue the non-dominant services would have brought in if they would have been priced like similar services under Price Cap. Any remaining Adjustment is then proportionally spread to the Price Cap and non-dominant services based on the realized revenues. This method more than adequately protects the customers of Price Cap services. The company must absorb all of the Adjustment assigned to the non-dominant services. If pricing for these non-dominant services has been very aggressive, it is not impossible for all of the Adjustment to be assigned to the non-dominant side.

An example can be created where the Adjustment of \$21M results in only \$10M apportioned to the Price Cap services. The remainder of the Adjustment, \$11M, is assigned to the non-dominant services.

When granting the petition for forbearance, the Commission has the full authority to allow these changes to these procedures to take place without additional changes in its rules. Section 10 gives the Commission the necessary authority to grant this relief.

High Capacity - Typical Configuration Elements

"Typical" Circuit

I. DS1 CT to DS1 Ct, 10 interoffice miles

II. DS1 CT to MUX, 10 interoffice miles to DS3 CT

assumes a DS1 to DS3 MUX at the DS1-side wire center. An additional DS1 to DS0 data MUX is USOC QMU for data, or MQ1 for voice.

III. DS3 CT to DS3 CT, 10 interoffice miles

Recurring Charges (Monthly)		
<u>QTY</u>	<u>USOC</u>	<u>Element Description</u>
2	TMECS	DS1 CT 1.544 MBPS
1	1U5C3	DS1 1.544 8-25 MILES, Fixed Component (Det. by FID code)
10	1U5C3	DS1 1.544 8-25 MILES, Per Mile (Det. by FID code)
1	TMECS	DS1 CT 1.544 MBPS
1	MQ3	DS3 to DS1 MUX
1	1U5U3	DS3 44.736 8-25 MILES, Fixed Component (Det. by FID code)
10	1U5U3	DS3 44.736 8-25 MILES, Per Mile (Det. by FID code)
1	THJAX	DS3 CT (Cap. of 1, Electrical)
2	THJAX	DS3 CT (Cap. of 1, Electrical)
1	1U5U3	DS3 44.736 8-25 MILES, Fixed Component (Det. by FID code)
10	1U5U3	DS3 44.736 8-25 MILES, Per Mile (Det. by FID code)

Note: Each element also has an associated non-recurring charge, usually designated with the same USOC.

U S WEST Communications' USOCs and COSs (class of service) for High Capacity services subject to the petitions for Forbear

Private Line and Special Access USOCs		Private Line and Special Access COSs	
USOC	Description	COS	Description
Channel Termination:			
FC5	CO NODE, PER CUST PCO	HS1M9	HIGH CAP SERVICE - DS1 (1.544 MBPS); INTRASTATE; END-LINK TO
FC6AX	CO PORT RATE DS1, P/PT	HS1MN	HIGH CAP SERVICE - DS1 (1.544 MBPS); INTRASTATE-INTRALATA
FC6BX	CO PORT RATE DS3, P/PT	QU71X	COMMON CHANNEL SIGNALING SERVICE - DS1 CONTRACTED - CLEC
FC6CX	CO PORT RATE OC3, P/PT	RS4	RATE SYNCHRONIZATION
FC6DX	CO PORT RATE OC12, P/PT	RS4XX	RATE SYNCHRONIZATION
FP5	REM NODE, PER CUST PREM	SX71X	COMMON CHANNEL SIGNALING SERVICE - DS1
FP6AX	REM PORT RATE DS1, P/PT	XD61X	SIMULTANEOUS VOICE-DATA DERIVED SERVICE - DA1 - 2.4 KBPS
FP6BX	REM PORT RATE DS3, P/PT	XDE1X	HIGH CAP SERVICE; SELF HEALING: 1.544 MBPS (DS1)
FP6CX	REM PORT RATE OC3, P/PT	XDE3X	HIGH CAP SERVICE; SELF HEALING: 44.736 MBPS (DS3)
FP6DX	REM PORT RATE OC12, P/PT	XDEDX	HIGH CAP SERVICE; SELF HEALING: 155.52 MBPS; INTERSTATE
FV5	OCx REMOTE CO NODE	XDEEX	HIGH CAP SERVICE; SELF HEALING: 622.08 MBPS - INTERSTATE
T1A4X	DS1 CT CAP 4 PER DS1 QP2 R/I	XDEFX	HIGH CAP SERVICE; SELF HEALING: 1.244 GBPS; INTERSTATE
T1A5X	DS1 CT CAP 4 PER DS1 QP2 R/I	XDEGX	HIGH CAP SERVICE; SELF HEALING: 2.488 GBPS; INTERSTATE
T1A6X	DS1 CT CAP 4 PER DS1 QP1 R/I	XDEVX	HIGH CAP SERVICE; SELF HEALING: 135 MBPS
T1A7X	DS1 CT CAP 4 PER DS1 QP1 R/I	XDEYX	HIGH CAP SERVICE; SELF HEALING: 1.12 GBP
T1AAx	DS3 CT CAP OF 3 RADIO INTERFACE	XDEZX	HIGH CAP SERVICE; SELF HEALING: 565 MBPS
T1AGX	DS3 CT CAP OF 6 RADIO INTERFACE	XDH1X	HIGH CAP SERVICE: 1.544 MBPS - HC1
T1ANX	DS3 CT CAP OF 9 RADIO INTERFACE	XDH3X	HIGH CAP SERVICE: 44.736 MBPS - HC3
T1AUX	DS3 CT CAP OF 12 RADIO INTERFACE	XDHBX	HIGH CAP SERVICE: 89.472 MBPS
TH21X	DS3 CT CAP OF 18 OP	XDHJX	HIGH CAP SERVICE: 280 MBPS
TH2EX	DS3 CT CAP OF 2 OP	XDHKX	HIGH CAP SERVICE: 1.866 GBPS
TH2JX	DS3 CT CAP OF 3 OP	XDHVX	HIGH CAP SERVICE: 135 MBPS
TH2NX	DS3 CT CAP OF 12 OP	XDHWX	HIGH CAP SERVICE: 405 MBPS
TH2RX	DS3 CT CAP OF 24 OP	XDHXX	HIGH CAP SERVICE: 810 MBPS
TH2VX	DS3 CT CAP OF 9 OP	XDHYX	HIGH CAP SERVICE: 1.12 GBPS
TH5EX	DS3 CAP OF 2 PER DS3 EL	XDHZX	HIGH CAP SERVICE: 565 MBPS
TH5JX	DS3 CAP OF 3 PER DS3 EL	XET1X	EXTENDED DIGITAL SERVICE: 1.544 MBPS - HC1
TH5NX	DS3 CAP OF 12 PER DS3 EL	XETGX	EXTENDED DIGITAL SERVICE; DERIVED CHANNEL
TH5RX	DS3 CAP OF 24 PER DS3 EL	XG31X	SPECIAL - CS - FTS 2000 - HIGH CAP DS3 - PLAN 1
TH5VX	DS3 CAP OF 9 PER DS3 EL	XG32X	SPECIAL - CS - FTS 2000 - HIGH CAP DS3 - PLAN 2
TH81X	DS3 CAP OF 18 PER DS3 OP	XG33X	SPECIAL - CS - FTS 2000 - HIGH CAP DS3 - PLAN 3
TH8EX	DS3 CAP OF 2 PER DS3 OP	XG34X	SPECIAL - CS - FTS 2000 - HIGH CAP DS3 - PLAN 4
TH8JX	DS3 CAP OF 3 PER DS3 OP	XG35X	SPECIAL - CS - FTS 2000 - HIGH CAP DS3 - PLAN 5
TH8NX	DS3 CAP OF 12 PER DS3 OP	XG36X	SPECIAL - CS - FTS 2000 - HIGH CAP DS3 - PLAN 6
TH8RX	DS3 CAP OF 24 PER DS3 OP	XG37X	SPECIAL - CS - FTS 2000 - HIGH CAP DS3 - PLAN 7
TH8VX	DS3 CAP OF 9 PER DS3 OP	XGH1X	FTS 2000 - HIGH CAP 1 - HC1; PLAN 1; FGTS
THJAX	DS3 CT CAP OF 1 EL	XGH3X	FTS 2000 - HIGH CAP 1 - HC1; PLAN 3; FGTS
THJEX	DS3 CT CAP OF 2 EL	XGH4X	FTS 2000 - HIGH CAP 1 - HC1; PLAN 4; FGTS
THHJX	DS3 CT CAP OF 3 EL	XGH5X	FTS 2000 - HIGH CAP 1 - HC1; PLAN 5; FGTS
THJNX	DS3 CT CAP OF 12 EL	XGH6X	FTS 2000 - HIGH CAP 1 - HC1; PLAN 6; FGTS
THJRX	DS3 CT CAP OF 24 EL	XGH7X	FTS 2000 - HIGH CAP 1 - HC1; PLAN 7; FGTS
THJVX	DS3 CT CAP OF 9 EL	XGH8X	FTS 2000 - HIGH CAP 1 - HC1; PLAN 8; FGTS
TMECS	DS1 CT 1.544 MBPS	XGH9X	FTS 2000 - HIGH CAP 1 - HC1; PLAN 9; FGTS
TN26X	EDS DS1 CT 1.544 MBPS	XGHAX	FTS 2000 - HIGH CAP 1 - HC1; PLAN 10; FGTS
TZGKX	DS1 NP-A CT 1.544 MBPS	XNE1X	NETWORK RECONFIG SERVICE - COS - 12 MONTHS;
TZGLX	DS1 NP-B CT 1.544 MBPS	XNE2X	NETWORK RECONFIG SERVICE - COS - 24 MONTHS;
Transport Channels:			
1A5BA	OC3 - OC48, 0 MILES	XNE3X	NETWORK RECONFIG SERVICE - COS - 36 MONTHS;
1A5BB	OC3 - OC48, 0-8 FIXED	XNE5X	NETWORK RECONFIG SERVICE - COS - 60 MONTHS;
1A5BC	OC3 - OC48, 8-25 FIXED	XNEMX	NETWORK RECONFIG SERVICE - COS - M-TO-M;
1A5BD	OC3 - OC48 25-50 FIXED	XSWAX	SONET; OC3; M-TO-M INTERSTATE;
1A5BE	OC3 - OC48, OVER 50 FIXED	XSWBX	SONET; OC3; 12 MONTH PLAN INTERSTATE;
1U5C1	DS1 1.544 0 MILES	XSWCX	SONET; OC3; 24 MONTH PLAN INTERSTATE;
1U5C2	DS1 1.544 0-8 MILES	XSWDX	SONET; OC3; 36 MONTH PLAN INTERSTATE;
1U5C3	DS1 1.544 8-25 MILES	XSWEX	SONET; OC3; 60 MONTH PLAN INTERSTATE;
1U5C4	DS1 1.544 25-50 MILES	XSWFX	SONET; OC12; M-TO-M INTERSTATE;
1U5C5	DS1 1.544 OV 50 MILES	XSWGX	SONET; OC12; 12 MONTH PLAN INTERSTATE;
1U5U1	DS3 0 MILES	XSWHX	SONET; OC12; 24 MONTH PLAN INTERSTATE;
1U5U2	DS3 0-8 MILES	XSWJX	SONET; OC12; 36 MONTH PLAN INTERSTATE;
1U5U3	DS3 8-25 MILES	XSWKX	SONET; OC12; 60 MONTH PLAN INTERSTATE;
1U5U4	DS3 25-50 MILES	XSWLX	SONET; OC48; M-TO-M-INTERSTATE;
1U5U5	DS3 OV 50 MILES	XSWMX	SONET; OC48; 12 MONTH PLAN INTERSTATE;
1YTXA	CHANNEL MI SPEC ACCESS	XSWNX	SONET; OC48; 24 MONTH PLAN INTERSTATE;
1YTXB	CHANNEL MI SPEC ACCESS	XSWOX	SONET; OC48; 36 MONTH PLAN INTERSTATE;
1YTXC	CHANNEL MI SPEC ACCESS	XSWPX	SONET; OC48; 60 MONTH PLAN INTERSTATE;
1YTXD	CHANNEL MI SPEC ACCESS	XSWQX	SONET; OC24; M-TO-M INTERSTATE;
1YTXE	CHANNEL MI SPEC ACCESS	XSWRX	SONET; OC24; 12 MONTH PLAN INTERSTATE;
		XSWSX	SONET; OC24; 24 MONTH PLAN INTERSTATE;
		XSWTX	SONET; OC24; 36 MONTH PLAN INTERSTATE;
		XTVXX	SWITCHED TRANSPORT - VOICE GRADE SERVICE

U S WEST Communications' USOCs and COSs (class of service) for High Capacity services subject to the petitions for Forbear

MUX

M6W1X MUX
 M6W3X MUX
 MQ1 MULTI DS1 TO VOICE
 MQ3 DS3 MUX
 PYVDS CO MUX SUBRT SIG
 PYVM8 CONN ARRG DS1-DS1
 PYVM9 CONN ARRG MUX-MUX
 QM3XX CO MUX DS3 TO DS1
 QMU MULTI DS1 TO DSO
 QMVXX CO MUX DS1 TO VOICE

Self Healing Services:

SHECX DS1 SHARP+ - PER PROTECTED CT
 SHEDX DS3 SHARP+ - PER PROTECTED CT
 SHEEX DS1 SHARP+ CO TERM - PER TERM
 SHEFX DS3 SHARP+ CO TERM - PER TERM
 SHNAX DS1 SHARP - PER CT
 SHNBX DS3 SHARP - PER DS3
 SHNJK DS3 SHARP-PER SYS LVL CT
 1HXQS SHNS OVER 0 MILES
 1HDXQ SHNS 0 MILES
 DHG4X SHNS A.P. OC3 CAP 1.244 GBPS
 DHG6X SHNS A.P. OC12 CAP 1.244 GBPS
 DHG8X SHNS A.P. OC3 CAP 2.488 GBPS
 DHGBX SHNS A.P. DS1 CAP 155.52 MBPS
 DHGCX SHNS A.P. DS3 CAP 155.52 MBPS
 DHGDX SHNS A.P. DS1 CAP 622.08 MBPS
 DHGFX SHNS A.P. DS3 CAP 2.488 GBPS
 DHGXX SHNS A.P. OC3 CAP 622.08 MBPS
 DHH4X SHNS H.P. OC3 CAP 1.244 GBPS
 DHH6X SHNS H.P. OC12 CAP 1.244 GBPS
 DHH8X SHNS H.P. OC3 CAP 2.488 GBPS
 DHHBX SHNS H.P. DS1 CAP 155.52 MBPS
 DHHCX SHNS H.P. DS3 CAP 155.52 MBPS
 DHHDX SHNS H.P. DS1 CAP 622.08 MBPS
 DHHFX SHNS H.P. DS3 CAP 2.488 GBPS
 DHHXX SHNS H.P. OC3 CAP 622.08 MBPS
 DHYBX SHNS A.P. DS3 CAP 622.08 MBPS
 DHYDX SHNS A.P. DS3 CAP 1.244 GBPS
 DHZBX SHNS H.P. DS3 CAP 622.08 MBPS
 DHZDX SHNS H.P. DS3 CAP 1.244 GBPS
 DJ3EX SHNS A.P. OC12 CAP 2.488 GBPS
 DJZEX SHNS H.P. OC12 CAP 2.488 GBPS
 NGGAX SHNS A.N. CAP 155.52 MBPS
 NGGEX SHNS A.N. CAP 2.488 GBPS
 NGHAX SHNS H.N. CAP 155.52 MBPS
 NGHEX SHNS H.N. CAP 2.488 GBPS
 NGYAX SHNS A.N. CAP 622.08 MBPS
 NGYCX SHNS A.N. CAP 1.244 GBPS
 NGZAX SHNS H.N. CAP 622.08 MBPS
 NGZCX SHNS H.N. CAP 1.244 GBPS

OTHER:

1T561 EDS DS1 1.544 0 MILES
 1T562 EDS DS1 1.544 0-8 MILES
 1T563 EDS DS1 1.544 8-25 MILES
 1T564 EDS DS1 1.544 25-50 MILES
 1T565 EDS DS1 1.544 OVER 50 MILES
 ALGOX Other Labor
 ALGXX BASELINE LABOR
 AOV AVOIDANCE
 BU6 EDS - BATTERY BACKUP
 C6C EDS CLEAR CHANNEL-B8ZS
 C7C EDS CLEAR CHANNEL-BASIC
 CCO CLEAR CHANNEL-BASIC
 CLR CLEAR CHANNEL-B8ZS
 CU5BD DS1 FF COCC
 CU5MN DS3 COCC
 CU5OU OC3 - OC 48, COCC
 CU5QS SHNS COCC
 CZ6 CLEAR CHANNEL-ZBTSI
 D1J CAL 1.544 MBPS DS1
 D2GAA COMMAND-A-LINK
 D2GDU NET CONTROLLER
 D3D CAL 44.736 MBPS DS3
 DKFBM DS3 TRANSP ALT PATH PROTECTION
 DLZAX DESIGN LAYOUT RPT
 DLZHX DESIGN LAYOUT RPT
 DM3XX LL DIVERSITY MAINT - PER CT
 DY3XX TC DIVERSITY MAINT - PER TC
 DZD1X EDS CHNL-1ST ORDER AFTER INIT

U S WEST Communications' USOCs and COSS (class of service) for High Capacity services subject to the petitions for Forbear

DZDAX	EDS CHNL-EA ADDL CHNL ORDER
DZS1A	EDS CHNL-INIT CHNL ORDER
H28	DESIGN CHARGE
HD2AX	DS3 CT CAP OF 6 OP
HD2GX	DS3 CT CAP OF 36 OP
HD5AX	DS3 CAP OF 6 PER DS3 EL
HD5GX	DS3 CAP OF 36 PER DS3 EL
HD8AX	DS3 CAP OF 6 PER DS3 OP
HDBGX	DS3 CAP OF 36 PER DS3 OP
HDJAX	DS3 CT CAP OF 6 EL
HDJGX	DS3 CT CAP OF 36 EL
LNY	D.C. LINE POWER
OMC	ORDER MODIFICATION CHRG
PHP	PORT-TO-PORT CONN ARG
S1F1S	RT SYNC CHRG 1.544 TO SONET
SHEF2	SH ALT ROUTE PROT
SKK	EDS SECONDARY CHANNEL
SRKXX	SFTWRE RECONFIG CAPABILITY
T59	AUTO LOOP TRANSFER
UPD	CON/UPGRD CHRGS
USV	TRANSFER ARRANGEMENT
VXO	DIGITAL X CONNECT NRC

U S WEST Communications' USOCs and COSs (class of service) for High Capacity services subject to the petitions for Forbear

FRS AND ATM USOCs (ACCESS PORTION ONLY)	
USOC	Description
FRS:	
L7AXM	Access Link M-TO-M
L7AX1	Access Link 1 YR
L7AX2	Access Link 2 YR
L7AX3	Access Link 3 YR
L7AX4	Access Link 4 YR
L7AX5	Access Link 5 YR
L7AX6	Access Link 6 YR
L7AX7	Access Link 7 YR
NNLXM	Stand Alone Access Link M-TO-M
NNLX1	Stand Alone Access Link 1 YR
NNLX2	Stand Alone Access Link 2 YR
NNLX3	Stand Alone Access Link 3 YR
NNLX4	Stand Alone Access Link 4 YR
NNLX5	Stand Alone Access Link 5 YR
NNLX6	Stand Alone Access Link 6 YR
NNLX7	Stand Alone Access Link 7 YR
CUSRR	COCC M-TO-M
CUSRR	COCC 1 YR
CUSTR	COCC 2 YR
CUSUR	COCC 3 YR
CUSVR	COCC 4 YR
CUSWR	COCC 5 YR
CUBA4	COCC 6 YR
CU8BR	COCC 7 YR
U1RFR	Usage Information Report M-TO-M
U1RFR	Usage Information Report 1 YR
U1RFR	Usage Information Report 2 YR
U1RFR	Usage Information Report 3 YR
U1RFR	Usage Information Report 4 YR
U1RFR	Usage Information Report 5 YR
U1RFR	Usage Information Report 6 YR
U1RFR	Usage Information Report 7 YR
NM6XM	Customer Network Mgmt M-TO-M
NM6X1	Customer Network Mgmt 1 YR
NM6X2	Customer Network Mgmt 2 YR
NM6X3	Customer Network Mgmt 3 YR
NM6X4	Customer Network Mgmt 4 YR
NM6X5	Customer Network Mgmt 5 YR
NM6X6	Customer Network Mgmt 6 YR
NM6X7	Customer Network Mgmt 7 YR
ATM:	
N7AXM	Optical Access Link M-i-M
N7AX1	Optical Access Link 1 Year
N7AX2	Optical Access Link 2 Year
N7AX3	Optical Access Link 3 Year
N7AX4	Optical Access Link 4 Year
N7AX5	Optical Access Link 5 Year
N7AX6	Optical Access Link 6 Year
N7AX7	Optical Access Link 7 Year
N1AXM	Stand Alone OAL M-i-M
N1AX1	Stand Alone OAL 1 Year
N1AX2	Stand Alone OAL 2 Year
N1AX3	Stand Alone OAL 3 Year
N1AX4	Stand Alone OAL 4 Year
N1AX5	Stand Alone OAL 5 Year
N1AX6	Stand Alone OAL 6 Year
N1AX7	Stand Alone OAL 7 Year
C3TXM	Fixed Rate Per Port M-i-M
C3TX1	Fixed Rate Per Port 1 Year
C3TX2	Fixed Rate Per Port 2 Year
C3TX3	Fixed Rate Per Port 3 Year
C3TX4	Fixed Rate Per Port 4 Year
C3TX5	Fixed Rate Per Port 5 Year
C3TX6	Fixed Rate Per Port 6 Year
C3TX7	Fixed Rate Per Port 7 Year
CFNXM	COCC M-i-M
CFNX1	COCC 1 Year
CFNX2	COCC 2 Year
CFNX3	COCC 3 Year
CFNX4	COCC 4 Year
CFNX5	COCC 5 Year
CFNX6	COCC 6 Year
CFNX7	COCC 7 Year

FRS AND ATM COSs (ACCESS PORTION ONLY)	
COS	Description
X1NNX	
X1UNX	
X1UPX	
XFSPX	
ACLNX	Inter-state 1.536 Mbps
ACLSX	Inter-state 44.736 Mbps
ACLTX	Inter-state 155.52 Mbps

U S WEST Communications' USOCs and COSs (class of service) for High Capacity services subject to the petitions for Forbear

Switched Access		Switched Access	
USOC	Description	COS	Description
Entrance Facility - EF			
EF2BX	DS1 electrical interface		
EF2CX	DS3 electrical interface - per DS3		
EF2PX	DS3 electrical interface - per capacity system (starting at capacity of 2)		
EF2DX	DS3 optical interface - per DS3		
EF2LX	DS3 optical interface - per capacity system (starting at capacity of 2)		
Direct-trunked transport - DTT			
1YTXA	0 mile	XTH1X	DS1
1YTXB	over 0 to 8 miles	XTH3X	DS3
1YTXC	over 8 to 25 miles		
1YTXD	over 25 to 50 miles		
1YTXE	over 50 miles		
Multiplexing			
MKW3X	DS3 TO DS1 Entrance Facility MUX		
M6W3X	DS3 TO DS1 DTT MUX		
MKW1X	DS1 TO Voice Grade Entrance Facility MUX		
M6W1X	DS1 TO Voice Grade DTT MUX		

IND-1
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Price Cap Tariff Review Plan
 Indices

	PROPOSED PCI (A)	PROPOSED API (B)	PROPOSED SBI (C)	PROPOSED SBI LIMIT (D)	EXISTING PCI (E)	EXISTING API (F)	EXISTING SBI (G)	EXISTING SBI LIMIT (H)	6/30/98 PCI (I)	6/30/98 SBI (J)
Common Line Basket										
100 Total Common Line	90.9740	N/A	N/A	N/A	90.9740	N/A	N/A	N/A	87.2194	N/A
Traffic Sensitive Basket										
110 Local Switching	N/A	N/A	46.8161	48.4659	N/A	N/A	46.8161	48.4659	N/A	43.2636
120 Information	N/A	N/A	71.8939	79.8477	N/A	N/A	71.8939	79.8477	N/A	71.6109
130 Database Access	N/A	N/A	94.2965	100.7637	N/A	N/A	94.2965	100.7637	N/A	90.3693
140 800 DB VertSvcs Sub-Cat	N/A	N/A	60.3275	67.2664	N/A	N/A	60.3275	67.2664	N/A	60.3275
150 Billing Name and Address	N/A	N/A	0.0000	0.0000	N/A	N/A	0.0000	0.0000	N/A	0.0000
154 Local Switching Trunk Ports	N/A	N/A	100.0000	111.5021	N/A	N/A	100.0000	111.5021	N/A	100.0000
158 STP Port Terminations	N/A	N/A	109.4118	111.5021	N/A	N/A	109.4118	111.5021	N/A	100.0000
160 Total Traffic Sensitive	56.3668	55.6460	N/A	N/A	56.3668	55.6460	N/A	N/A	52.9067	N/A
Trunking Basket										
200 Interconnection Charge	N/A	N/A	22.3647	22.3647	N/A	N/A	22.3647	22.3647	N/A	41.1424
210 Tandem Switched Transport	N/A	N/A	164.0556	171.1244	N/A	N/A	164.0556	171.1244	N/A	168.0191
220 Density Zone 1	N/A	N/A	0.0000	0.0000	N/A	N/A	0.0000	0.0000	N/A	0.0000
230 Density Zone 2	N/A	N/A	0.0000	0.0000	N/A	N/A	0.0000	0.0000	N/A	0.0000
240 Density Zone 3	N/A	N/A	0.0000	0.0000	N/A	N/A	0.0000	0.0000	N/A	0.0000
250 VoiceGrade/WATS,Mel.,Tigrph	N/A	N/A	103.4280	104.0277	N/A	N/A	103.4280	104.0277	N/A	92.2546
260 Density Zone 1	N/A	N/A	0.0000	0.0000	N/A	N/A	0.0000	0.0000	N/A	0.0000
270 Density Zone 2	N/A	N/A	0.0000	0.0000	N/A	N/A	0.0000	0.0000	N/A	0.0000
280 Density Zone 3	N/A	N/A	0.0000	0.0000	N/A	N/A	0.0000	0.0000	N/A	0.0000
290 Audio & Video	N/A	N/A	87.6285	88.2596	N/A	N/A	87.6285	88.2596	N/A	80.9387
300 High Cap & DDS	N/A	N/A	93.0763	97.9358	N/A	N/A	93.0763	97.9358	N/A	87.0658
310 DS-1 SUB-CAT	N/A	N/A	85.1531	90.7696	N/A	N/A	85.1531	90.7696	N/A	80.7337
320 Spec Density Zone 1	N/A	N/A	80.0981	84.2012	N/A	N/A	80.0981	84.2012	N/A	76.7258
330 Spec Density Zone 2	N/A	N/A	81.1410	87.7207	N/A	N/A	81.1410	87.7207	N/A	79.9329
340 Spec Density Zone 3	N/A	N/A	82.3448	89.9675	N/A	N/A	82.3448	89.9675	N/A	81.9802
350 DTT Density Zone 1	N/A	N/A	79.5117	83.4873	N/A	N/A	79.5117	83.4873	N/A	79.5117
360 DTT Density Zone 2	N/A	N/A	83.2720	87.4356	N/A	N/A	83.2720	87.4356	N/A	83.2720
370 DTT Density Zone 3	N/A	N/A	82.0236	86.1248	N/A	N/A	82.0236	86.1248	N/A	82.0236
380 Comb Density Zone 1	N/A	N/A	92.0859	96.7205	N/A	N/A	92.0859	96.7205	N/A	80.1100
390 Comb Density Zone 2	N/A	N/A	83.7360	90.1606	N/A	N/A	83.7360	90.1606	N/A	80.6568
400 Comb Density Zone 3	N/A	N/A	83.0428	90.3541	N/A	N/A	83.0428	90.3541	N/A	81.0338
410 DS-3 SUB-CAT	N/A	N/A	101.2373	101.9024	N/A	N/A	101.2373	101.9024	N/A	86.5631
420 Spec Density Zone 1	N/A	N/A	97.6284	98.9394	N/A	N/A	97.6284	98.9394	N/A	88.7698
430 Spec Density Zone 2	N/A	N/A	97.9189	99.0396	N/A	N/A	97.9189	99.0396	N/A	88.8597
440 Spec Density Zone 3	N/A	N/A	98.7155	98.7906	N/A	N/A	96.7155	98.7906	N/A	88.6363
450 DTT Density Zone 1	N/A	N/A	75.3667	79.1350	N/A	N/A	75.3667	79.1350	N/A	75.3667
460 DTT Density Zone 2	N/A	N/A	74.8831	78.6273	N/A	N/A	74.8831	78.6273	N/A	74.8831
470 DTT Density Zone 3	N/A	N/A	59.0951	62.0499	N/A	N/A	59.0951	62.0499	N/A	59.0951
480 Comb Density Zone 1	N/A	N/A	103.1020	107.0451	N/A	N/A	103.1020	107.0451	N/A	87.0968
490 Comb Density Zone 2	N/A	N/A	98.6840	100.2180	N/A	N/A	98.6840	100.2180	N/A	86.7615
500 Comb Density Zone 3	N/A	N/A	100.3907	103.8800	N/A	N/A	100.3907	103.8800	N/A	86.6064
510 Wideband	N/A	N/A	0.0000	0.0000	N/A	N/A	0.0000	0.0000	N/A	0.0000
515 Signalling Interconnection	N/A	N/A	0.0000	0.0000	N/A	N/A	0.0000	0.0000	N/A	0.0000
520 Total Trunking	55.5254	55.1520	N/A	N/A	55.5254	55.1520	N/A	N/A	61.0403	N/A
Interexchange Basket										
600 Total Interexchange	92.2160	81.3561	N/A	N/A	92.2160	81.8525	N/A	N/A	88.0591	N/A
Marketing Basket										
800 Total Marketing	100.0000	99.6128	N/A	N/A	100.0000	99.6128	N/A	N/A	100.0000	N/A

PCI-1
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Price Cap Tariff Review Plan
PCI Development

	COMMON LINE BASKET	TRAFFIC SENSITIVE BASKET	TRUNKING BASKET	INTER- EXCHANGE BASKET	MARKETING BASKET
	(A)	(B)	(C)	(D)	(E)
600 GDP-PI	0	0	0	0	0
610 Productivity Factor (X)	0	0	0	0	0
620 GDP-PI - X	0	0	0	0	0
630 Growth in Min./Line (g) - See note	0.0000	N/A	N/A	N/A	N/A
640 Residual TIC \$ Available To Be Decreased (show as negative number)	N/A	N/A	0	N/A	N/A
 660 TIC Total Revenues at PCI(t-1)	 N/A	 N/A	 139,499,709	 N/A	 N/A
670 Common Line per Minute Revenues at PCI(t-1)	120,372,490	N/A	N/A	N/A	N/A
 680 Existing PCI	 90.974	 56.3668	 55.5254	 92.2160	 100.0000
690 Y(t-1)	N/A	N/A	N/A	0	N/A
700 Delta Y	N/A	N/A	N/A	0	N/A
710 Delta Z	0	0	0	0	0
720 R(t-1)	1,198,238,693	353,828,587	802,733,789	43,955,058	82,173,043
730 Delta Y/R	N/A	N/A	N/A	0	N/A
740 Delta Z/R	0.0000	0.0000	0.0000	0.0000	0.0000
750 W	100.0000	100.0000	100.0000	100.0000	100.0000
760 W*(GDP-PI - X)	0.0000	0.0000	0.0000	0.0000	0.0000
770 W*[GDP-PI - X - (g/2)] / [1 + (g/2)]	0.0000	N/A	N/A	N/A	N/A
 Calculations Assuming g Included in CL Basket	 	 	 	 	
780 Proposed PCI for Targeting (Non-Exog)	90.9740	56.3668	55.5254	N/A	100
790 Initial Targeted Revenue Differential	0	0	0	N/A	0
800 Actual Targeted Revenue Differential	0	0	0	N/A	0
810 Targeted Revenue Differential	N/A	N/A	0	N/A	N/A
 820 Portion of Allocated Tkng & Targeted TIC EXG2	 N/A	 N/A	 0	 N/A	 N/A
 830 Prop. PCI (Unused NonExog Only:Annual Filing SBI Upper Limit calculations only)	 N/A	 56.3668	 N/A	 N/A	 N/A
840 Proposed PCI (Exog+Unused NonExog) (with g, where appropriate)	90.9740	56.3668	55.5254	92.2160	100.0000

NOTES:

- (1) Display indexes and factors as percent to four decimal places (e.g., display 100% as 100.000).
- (2) Display revenues as whole numbers.
- (3) Rows 650, 660, 670, 690, and 720 are computed by multiplying base period quantities by the corresponding rates at the last time the PCI was updated.
- (4) Row 630 (g factor) should be entered as zero if there are no per-minute CCL rates going into this filing.

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 PCI Development

	COMMON LINE BASKET	TRAFFIC SENSITIVE BASKET	TRUNKING BASKET	INTER- EXCHANGE BASKET	MARKETING BASKET
	(A)	(B)	(C)	(D)	(E)
Calculations Assuming g Excluded from CL Basket					
850 Proposed PCI for Targeting (Non-Exog)	90.9740	56.3668	55.5254	N/A	100.0000
860 Initial Targeted Revenue Differential	0	0	0	N/A	0
870 Actual Targeted Revenue Differential	0	0	0	N/A	0
880 Targeted Revenue Differential	N/A	N/A	0	N/A	N/A
890 Portion of Allocated Tkng & Targeted TIC EXG2	N/A	N/A	0	N/A	N/A
900 Prop. PCI (Unused NonExog Only:Annual Filing SBI Upper Limit calculations only)	N/A	N/A	N/A	N/A	N/A
910 Proposed PCI (Exog+Unused NonExog) (without g)	90.9740	56.3668	55.5254	92.2160	100.0000
Actual Results					
920 Proposed PCI for Targeting (Non-Exog)	90.9740	56.3668	56	N/A	100.0000
930 Initial Targeted Revenue Differential	0	0	0	N/A	0
940 Actual Targeted Revenue Differential	0	0	0	N/A	0
950 Targeted Revenue Differential	N/A	N/A	0	N/A	N/A
960 Portion of Allocated Tkng & Targeted TIC EXG2	N/A	N/A	0	N/A	N/A
970 Prop. PCI (Unused NonExog Only:Annual Filing SBI Upper Limit calculations only)	N/A	56.3668	N/A	N/A	N/A
980 Proposed PCI (Exog+Unused NonExog)	90.9740	56.3668	55.5254	92.2160	100.0000

(1) Display indexes and factors as percent to four decimal places (e.g., display 100% as 100.0000).
 (2) Display revenues as whole numbers.

SUM-1

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IA,MN,NE,WA RATE CHANGE FILING

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Price Cap Tariff Review Plan

Price Out Summary

	BASE PERIOD DEMAND x RATES AT LAST PCI UPDATE	BASE PERIOD DEMAND x CURRENT RATES	BASE PERIOD DEMAND x PROPOSED RATES	BASE PER DMD x CURR RATES minus BASE PER DMD x PCI UPDATE	BASE PER DMD x PROP RATES minus BASE PER DMD x CURRENT RATES
	(A)	(B)	(C)	(D) = (B) - (A)	(E) = (C) - (B)
Common Line Basket					
100 End User Common Line	872,563,437	872,563,437	872,563,437	0	0
110 Common Line per MOU	120,372,490	120,372,490	120,372,490	0	0
112 PICC Common Line	205,302,766	205,302,766	205,302,766	0	0
115 Other Common Line	0	0	0	0	0
120 Total Common Line	1,198,238,693	1,198,238,693	1,198,238,693	0	0
Traffic Sensitive Basket					
130 Local Switching	251,635,413	251,635,413	251,635,413	0	0
150 Information	28,380,887	28,380,887	28,380,887	0	0
160 Database Access	24,554,941	24,554,941	24,554,941	0	0
165 Billing Name and Address	0	0	0	0	0
167 Local Switching Trunk Ports	46,864,921	46,864,921	46,864,921	0	0
169 STP Port Terminations	2,392,425	2,392,425	2,392,425	0	0
170 Total Traffic Sensitive	353,828,587	353,828,587	353,828,587	0	0
Trunking Basket					
171 Interconnection Charge	139,499,709	139,499,709	139,499,709	0	0
175 Tandem Switched Transport	100,481,521	100,481,521	100,481,521	0	0
180 Voice Grade,WATS,Metallic & Telegraph	39,580,446	39,580,446	39,580,446	0	0
190 Audio & Video	3,246,465	3,246,465	3,246,465	0	0
200 High Caps & DDS	519,925,628	519,601,111	519,601,111	-324,517	0
210 Wideband	0	0	0	0	0
215 Signalling Interconnection	0	0	0	0	0
220 Total Trunking	802,733,769	802,409,252	802,409,252	-324,517	0
Interexchange Basket					
230 Total Interexchange	43,955,058	43,955,058	43,688,492	0	-266,566
Marketing Basket					
250 Total Marketing	82,173,043	82,173,043	82,173,043	0	0

Note:

Display whole numbers.

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IA,MIN,NE,WA RATE CHANGE FILING

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Price Cap Tariff Review Plan
Exogenous Cost Changes

LTS	REGULATORY FEES	EXCESS DEFERRED TAXES	ITC AMORTIZ.	REMOVAL OF SHARING / LOW END ADJUSTMENT	TRUEUP PRIOR SHARING / LOW END ADJUSTMENT	CURRENT SHARING / LOW END ADJUSTMENT	TELECOMM. RELAY SERVICES	UNIVERSAL SERVICE FUND	
	(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)
<u>COMMON LINE Revenue Effect</u>									
100 Depreciation Expense	N/A	N/A	0	0	N/A	N/A	N/A	N/A	N/A
110 Expense less Depreciation	N/A	N/A	0	0	N/A	N/A	N/A	N/A	N/A
120 Taxes less F.I.T.	N/A	N/A	0	0	N/A	N/A	N/A	N/A	N/A
130 Net Return	N/A	N/A	0	0	N/A	N/A	N/A	N/A	N/A
140 F.I.T.	N/A	N/A	0	0	N/A	N/A	N/A	N/A	N/A
150 Uncollectible Rev. & Other Adj.	N/A	N/A	0	0	N/A	N/A	N/A	N/A	N/A
160 Revenue Effects	0	0	0	0	N/A	N/A	N/A	N/A	N/A
<u>TRAFFIC SENSITIVE Revenue Effect</u>									
300 Depreciation Expense	N/A	N/A	0	0	N/A	N/A	N/A	N/A	N/A
310 Expense less Depreciation	N/A	N/A	0	0	N/A	N/A	N/A	N/A	N/A
320 Taxes less F.I.T.	N/A	N/A	0	0	N/A	N/A	N/A	N/A	N/A
330 Net Return	N/A	N/A	0	0	N/A	N/A	N/A	N/A	N/A
340 F.I.T.	N/A	N/A	0	0	N/A	N/A	N/A	N/A	N/A
350 Uncollectible Rev. & Other Adj.	N/A	N/A	0	0	N/A	N/A	N/A	N/A	N/A
360 Revenue Effects	N/A	0	0	0	N/A	N/A	N/A	N/A	N/A
<u>TRUNKING Revenue Effect</u>									
500 Depreciation Expense	N/A	N/A	0	0	N/A	N/A	N/A	N/A	N/A
510 Expense less Depreciation	N/A	N/A	0	0	N/A	N/A	N/A	N/A	N/A
520 Taxes less F.I.T.	N/A	N/A	0	0	N/A	N/A	N/A	N/A	N/A
530 Net Return	N/A	N/A	0	0	N/A	N/A	N/A	N/A	N/A
540 F.I.T.	N/A	N/A	0	0	N/A	N/A	N/A	N/A	N/A
550 Uncollectible Rev. & Other Adj.	N/A	N/A	0	0	N/A	N/A	N/A	N/A	N/A
560 Revenue Effects	N/A	0	0	0	N/A	N/A	N/A	N/A	N/A
<u>INTEREXCHANGE Revenue Effect</u>									
700 Depreciation Expense	N/A	N/A	0	0	N/A	N/A	N/A	N/A	N/A
710 Expense less Depreciation	N/A	N/A	0	0	N/A	N/A	N/A	N/A	N/A
720 Taxes less F.I.T.	N/A	N/A	0	0	N/A	N/A	N/A	N/A	N/A
730 Net Return	N/A	N/A	0	0	N/A	N/A	N/A	N/A	N/A
740 F.I.T.	N/A	N/A	0	0	N/A	N/A	N/A	N/A	N/A
750 Uncollectible Rev. & Other Adj.	N/A	N/A	0	0	N/A	N/A	N/A	N/A	N/A
760 Revenue Effects	N/A	0	0	0	N/A	N/A	N/A	N/A	N/A
<u>MARKETING Revenue Effect</u>									
1100 Depreciation Expense	N/A	N/A	0	0	N/A	N/A	N/A	N/A	N/A
1110 Expense less Depreciation	N/A	N/A	0	0	N/A	N/A	N/A	N/A	N/A
1120 Taxes less F.I.T.	N/A	N/A	0	0	N/A	N/A	N/A	N/A	N/A
1130 Net Return	N/A	N/A	0	0	N/A	N/A	N/A	N/A	N/A
1140 F.I.T.	N/A	N/A	0	0	N/A	N/A	N/A	N/A	N/A
1150 Uncollectible Rev. & Other Adj.	N/A	N/A	0	0	N/A	N/A	N/A	N/A	N/A
1160 Revenue Effects	N/A	0	0	0	N/A	N/A	N/A	N/A	N/A

NOTE: (1) Total may not equal sum of changes due to interactive effects.

(2) Display whole numbers.

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DESCRIPTION:	800 DB RVRS SALE OF EXC SS7 ADJT REG TO NONREG					DEM REVERSAL					TOTAL
	OTHER (1)	OTHER (2)	OTHER (3)	OTHER (4)	OTHER (5)	OTHER (6)	OTHER (7)	OTHER (8)	OTHER (9)		
	(J)	(K)	(L)	(M)	(N)	(O)	(P)	(Q)	(R)	(S)	
COMMON LINE Revenue Effect											
100 Depreciation Expense	0	0	0	0	0	0	0	0	0	0	N/A
110 Expense less Depreciation	0	0	0	0	0	0	0	0	0	0	N/A
120 Taxes less F.I.T.	0	0	0	0	0	0	0	0	0	0	N/A
130 Net Return	0	0	0	0	0	0	0	0	0	0	N/A
140 F.I.T.	0	0	0	0	0	0	0	0	0	0	N/A
150 Uncollectible Rev. & Other Adj.	0	0	0	0	0	0	0	0	0	0	N/A
160 Revenue Effects	0	0	0	0	0	0	0	0	0	0	0
TRAFFIC SENSITIVE Revenue Effect											
300 Depreciation Expense	0	0	0	0	0	0	0	0	0	0	N/A
310 Expense less Depreciation	0	0	0	0	0	0	0	0	0	0	N/A
320 Taxes less F.I.T.	0	0	0	0	0	0	0	0	0	0	N/A
330 Net Return	0	0	0	0	0	0	0	0	0	0	N/A
340 F.I.T.	0	0	0	0	0	0	0	0	0	0	N/A
350 Uncollectible Rev. & Other Adj.	0	0	0	0	0	0	0	0	0	0	N/A
360 Revenue Effects	0	0	0	0	0	0	0	0	0	0	0
TRUNKING Revenue Effect											
500 Depreciation Expense	0	0	0	0	0	0	0	0	0	0	N/A
510 Expense less Depreciation	0	0	0	0	0	0	0	0	0	0	N/A
520 Taxes less F.I.T.	0	0	0	0	0	0	0	0	0	0	N/A
530 Net Return	0	0	0	0	0	0	0	0	0	0	N/A
540 F.I.T.	0	0	0	0	0	0	0	0	0	0	N/A
550 Uncollectible Rev. & Other Adj.	0	0	0	0	0	0	0	0	0	0	N/A
560 Revenue Effects	0	0	0	0	0	0	0	0	0	0	0
INTEREXCHANGE Revenue Effect											
700 Depreciation Expense	0	0	0	0	0	0	0	0	0	0	N/A
710 Expense less Depreciation	0	0	0	0	0	0	0	0	0	0	N/A
720 Taxes less F.I.T.	0	0	0	0	0	0	0	0	0	0	N/A
730 Net Return	0	0	0	0	0	0	0	0	0	0	N/A
740 F.I.T.	0	0	0	0	0	0	0	0	0	0	N/A
750 Uncollectible Rev. & Other Adj.	0	0	0	0	0	0	0	0	0	0	N/A
760 Revenue Effects	0	0	0	0	0	0	0	0	0	0	0
MARKETING Revenue Effect											
1100 Depreciation Expense	0	0	0	0	0	0	0	0	0	0	N/A
1110 Expense less Depreciation	0	0	0	0	0	0	0	0	0	0	N/A
1120 Taxes less F.I.T.	0	0	0	0	0	0	0	0	0	0	N/A
1130 Net Return	0	0	0	0	0	0	0	0	0	0	N/A
1140 F.I.T.	0	0	0	0	0	0	0	0	0	0	N/A
1150 Uncollectible Rev. & Other Adj.	0	0	0	0	0	0	0	0	0	0	N/A
1160 Revenue Effects	0	0	0	0	0	0	0	0	0	0	0

NOTE: (1) Total may not equal sum of changes due to interactive effects.

(2) Display whole numbers.

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Filing Date: 11/16/98

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Net Exogenous Cost Shifts

Common Line Basket	
100 Total Common Line	0
Traffic Sensitive Basket	
110 Local Switching	0
120 Information	0
130 Database Access	0
140 800 DB VertSvcs Sub-Cat	0
150 Billing Name and Address	0
154 Local Switching Trunk Ports	0
158 STP Port Terminations	0
159 TS Untargeted to Svc Bands	0
160 Total Traffic Sensitive	0
Trunking Basket	
200 Interconnection Charge	0
210 Tandem Sw Tprt (undesignated)	0
220 Density Zone 1	0
230 Density Zone 2	0
240 Density Zone 3	0
250 VG/WATS,MT,TGH (undesignated)	0
260 Density Zone 1	0
270 Density Zone 2	0
280 Density Zone 3	0
290 Audio & Video	0
300 High Cap & DDS (undesignated)	0
310 DS-1 SUB-CAT (undesignated)	0
320 Spec Density Zone 1	0
330 Spec Density Zone 2	0
340 Spec Density Zone 3	0
350 DTT Density Zone 1	0
360 DTT Density Zone 2	0
370 DTT Density Zone 3	0
380 Comb Density Zone 1	0
390 Comb Density Zone 2	0
400 Comb Density Zone 3	0
410 DS-3 SUB-CAT (undesignated)	0
420 Spec Density Zone 1	0
430 Spec Density Zone 2	0
440 Spec Density Zone 3	0
450 DTT Density Zone 1	0
460 DTT Density Zone 2	0
470 DTT Density Zone 3	0
480 Comb Density Zone 1	0
490 Comb Density Zone 2	0
500 Comb Density Zone 3	0
510 Wideband	0
515 Signalling Interconnection	0
519 TK Undesignated to Svc Bands	0
520 Total Trunking	0
Interexchange Basket	
600 Total Interexchange	0
Marketing Basket	
800 Total Marketing	0

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Price Cap Tariff Review Plan
 Common Line Basket

	BASE PERIOD DEMAND	RATES AT LAST PCI UPDATE	CURRENT RATES	PROPOSED RATES	BASE PERIOD		BASE PERIOD		INDEX RESULTS
					DEMAND x RATES AT LAST PCI UPDATE	CURRENT RATES	DEMAND x PROPOSED RATES	CURRENT RATES	
	(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	
End User Common Line (EUCL)									
100 Multiline Business & PRI ISDN EUCL (1)	41,967,384	7.19	7.19	7.19	301,640,857	301,640,857	301,640,857	301,640,857	N/A
101 Business Centrex EUCL	9,500,724	7.19	7.19	7.19	68,286,518	68,286,518	68,286,518	68,286,518	N/A
110 Primary Res & Single Line Bus EUCL (1)	119,378,484	3.50	3.50	3.50	417,824,694	417,824,694	417,824,694	417,824,694	N/A
111 NonPrimary Residence & BRI ISDN EUCL (1)	14,889,456	5.00	5.00	5.00	74,447,280	74,447,280	74,447,280	74,447,280	N/A
120 Lifeline EUCL (1)	2,497,368	3.50	3.50	3.50	8,740,788	8,740,788	8,740,788	8,740,788	N/A
130 Special Access Surcharge	64,932	25.00	25.00	25.00	1,623,300	1,623,300	1,623,300	1,623,300	N/A
135 Other EUCL	N/A	N/A	N/A	N/A	0	0	0	0	N/A
Carrier Common Line									
140 Terminating CCL Prem.	34,435,963,007	0.000000	0.000000	0.000000	0	0	0	0	N/A
150 Terminating CCL Non-Prem.	1,534,765	0.000000	0.000000	0.000000	0	0	0	0	N/A
160 Originating CCL Prem.	21,351,272,373	0.005638	0.005638	0.005638	120,372,061	120,372,061	120,372,061	120,372,061	N/A
170 Originating CCL Non-Prem.	169,048	0.002537	0.002537	0.002537	429	429	429	429	N/A
171 Other Minute-related	N/A	N/A	N/A	N/A	0	0	0	0	N/A
Presubscribed Interexchange Carrier Charge (PICC)									
174 Multiline Business & PRI ISDN PICC (1)	41,967,384	2.75	2.75	2.75	115,410,306	115,410,306	115,410,306	115,410,306	N/A
175 Business Centrex PICC	1,077,845	N/A	N/A	N/A	2,964,075	2,964,075	2,964,075	2,964,075	N/A
176 Primary Res & Single Line Bus PICC (1)	119,378,484	0.53	0.53	0.53	63,270,597	63,270,597	63,270,597	63,270,597	N/A
177 NonPrimary Residence & BRI ISDN PICC (1)	14,889,456	1.50	1.50	1.50	22,334,184	22,334,184	22,334,184	22,334,184	N/A
178 Lifeline PICC (1)	2,497,368	0.53	0.53	0.53	1,323,605	1,323,605	1,323,605	1,323,605	N/A
179 Other PICC	N/A	N/A	N/A	N/A	0	0	0	0	N/A
180 Other Common Line	N/A	N/A	N/A	N/A	0	0	0	0	N/A
190 Total Basket	N/A	N/A	N/A	N/A	1,198,238,693	1,198,238,693	1,198,238,693	1,198,238,693	N/A

(1) May be a composite rate

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Price Cap Tariff Review Plan
 Traffic Sensitive Basket

	BASE PERIOD DEMAND	RATES AT LAST PCI UPDATE	CURRENT RATES	PROPOSED RATES	BASE PERIOD		BASE PERIOD		INDEX RESULTS
					DEMAND x RATES AT LAST PCI UPDATE	CURRENT RATES	DEMAND x PROPOSED RATES	INDEX RESULTS	
	(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	
Local Switching Service Category									
200 Premium Switching LS1 FG	1,178,661,265	0.004461	0.004461	0.004461	5,258,008	5,258,008	5,258,008	N/A	
210 Premium Switching LS2 FG	54,708,098,327	0.004461	0.004461	0.004461	244,052,827	244,052,827	244,052,827	N/A	
220 Non-Premium Switching FG	1,693,503	0.002007	0.002007	0.002007	3,399	3,399	3,399	N/A	
230 Premium Switching LS1 BSA	19,689,107	0.004392	0.004392	0.004392	86,475	86,475	86,475	N/A	
240 Premium Switching LS2 BSA	0	0.004392	0.004392	0.004392	0	0	0	N/A	
250 Non-Premium Switching BSA	10,993	0.001976	0.001976	0.001976	22	22	22	N/A	
260 Premium Switching LS1 FG - Recast	0	0.000000	0.000000	0.000000	0	0	0	N/A	
270 Premium Switching LS2 FG - Recast	0	0.000000	0.000000	0.000000	0	0	0	N/A	
280 Non-Premium Switching FG - Recast	0	0.000000	0.000000	0.000000	0	0	0	N/A	
290 Equal Access	0	0.000000	0.000000	0.000000	0	0	0	N/A	
300 Other ONA	N/A	N/A	N/A	N/A	2,423	2,423	2,423	N/A	
310 Other ONA - Recast FG	N/A	N/A	N/A	N/A	0	0	0	N/A	
320 Other Switching	N/A	N/A	N/A	N/A	2,232,259	2,232,259	2,232,259	N/A	
380 Total Service Category	N/A	N/A	N/A	N/A	251,635,413	251,635,413	251,635,413	N/A	
385 SBI	N/A	N/A	N/A	N/A	N/A	N/A	N/A	46,6161	
390 Upper SBI Limit	N/A	N/A	N/A	N/A	N/A	N/A	N/A	48,4659	
Information Service Category									
400 Information - Per MSG.	52,297,261	0.220000	0.220000	0.220000	11,505,397	11,505,397	11,505,397	N/A	
410 Info-Premium Surcharge	55,851,225,157	0.000270	0.000270	0.000270	15,079,831	15,079,831	15,079,831	N/A	
420 Info-Non-Premium Surcharge	1,653,353	0.000122	0.000122	0.000122	202	202	202	N/A	
430 Information-Other	N/A	N/A	N/A	N/A	1,795,457	1,795,457	1,795,457	N/A	
480 Total Service Category	N/A	N/A	N/A	N/A	28,380,887	28,380,887	28,380,887	N/A	
485 SBI	N/A	N/A	N/A	N/A	N/A	N/A	N/A	71,8939	
490 Upper SBI Limit	N/A	N/A	N/A	N/A	N/A	N/A	N/A	79,8477	

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Traffic Sensitive Basket

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Price Cap Tariff Review Plan
 Trunking Basket

	BASE PERIOD	RATES AT LAST PCI	CURRENT RATES	PROPOSED RATES	BASE PERIOD	BASE PERIOD	BASE PERIOD	INDEX RESULTS
					DEMAND x RATES AT LAST PCI UPDATE	DEMAND x CURRENT RATES	DEMAND x PROPOSED RATES	
	(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)
Interconnection Charge Service Category								
1003 Interconnection Charge - Term Premium (1)	34,669,438,257	0.000000	0.000000	0.000000	0	0	0	N/A
1006 Interconnection Charge - Term Non-Premium (1)	1,535,435	0.000000	0.000000	0.000000	0	0	0	N/A
1009 Interconnection Charge - Orig Premium (1)	21,188,176,018	0.004951	0.004951	0.004951	104,908,592	104,908,592	104,908,592	N/A
1012 Interconnection Charge - Orig Non-Premium (1)	169,016	0.002228	0.002228	0.002228	377	377	377	N/A
1015 TIC: Suppl. LEC Transport Term Prem (1)	32,615,876,700	0.000000	0.000000	0.000000	0	0	0	N/A
1018 TIC: Suppl. LEC Transport Term NonPrem (1)	1,535,435	0.000000	0.000000	0.000000	0	0	0	N/A
1021 TIC: Suppl. LEC Transport Orig Prem (1)	20,311,098,008	0.001703	0.001703	0.001703	34,590,612	34,590,612	34,590,612	N/A
1024 TIC: Suppl. LEC Transport Orig NonPrem (1)	166,895	0.000766	0.000766	0.000766	128	128	128	N/A
1027 Other Per Minute	N/A	N/A	N/A	N/A	0	0	0	N/A
1030 Multiline Business & PRI ISDN PICC (1)	41,967,384	0.00	0.00	0.00	0	0	0	N/A
1035 Business Centrex PICC	9,500,724	N/A	N/A	N/A	0	0	0	N/A
1040 Primary Res & Single Line Bus PICC (1)	119,378,484	0.00	0.00	0.00	0	0	0	N/A
1050 NonPrimary Residence & BRI ISDN PICC (1)	14,889,456	0.00	0.00	0.00	0	0	0	N/A
1060 Lifeline PICC (1)	2,497,368	0.00	0.00	0.00	0	0	0	N/A
1065 Other PICC	N/A	N/A	N/A	N/A	0	0	0	N/A
1070 Other	N/A	N/A	N/A	N/A	0	0	0	N/A
1080 Total Service Category	N/A	N/A	N/A	N/A	139,499,709	139,499,709	139,499,709	N/A
1085 SBI	N/A	N/A	N/A	N/A	N/A	N/A	N/A	22.3647
1090 Upper SBI Limit	N/A	N/A	N/A	N/A	N/A	N/A	N/A	22.3647

(1) May be a composite rate

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	BASE PERIOD DEMAND	RATES AT LAST PCI UPDATE	CURRENT RATES	PROPOSED RATES	BASE PERIOD DEMAND x RATES AT LAST PCI UPDATE	BASE PERIOD DEMAND x CURRENT RATES	BASE PERIOD DEMAND x PROPOSED RATES	INDEX RESULTS
	(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)
High Cap & DDS Service Category								
DS1, Special Access Density Zone 1:								
2200 ChanTerm/Entrance Facility	16,896	N/A	N/A	N/A	1,869,322	1,869,322	1,869,322	N/A
2210 Inter-Office Transport - Fixed	21,933	N/A	N/A	N/A	270,719	270,719	270,719	N/A
2220 Inter-Office Transport - Variable	41,939	N/A	N/A	N/A	554,259	554,259	554,259	N/A
2240 Other	N/A	N/A	N/A	N/A	631,240	631,240	631,240	N/A
2280 Total Density Zone Sub-Category	N/A	N/A	N/A	N/A	3,325,540	3,325,540	3,325,540	N/A
2285 Subindex	N/A	N/A	N/A	N/A	N/A	N/A	N/A	
2290 Upper Limit	N/A	N/A	N/A	N/A	N/A	N/A	N/A	80.0981 84.2012
DS1, Special Access Density Zone 2:								
2300 ChanTerm/Entrance Facility	15860	N/A	N/A	N/A	1,901,455	1,901,455	1,901,455	N/A
2310 Inter-Office Transport - Fixed	14704	N/A	N/A	N/A	656,604	656,604	656,604	N/A
2320 Inter-Office Transport - Variable	66755	N/A	N/A	N/A	907,351	907,351	907,351	N/A
2340 Other	N/A	N/A	N/A	N/A	212,345	212,345	212,345	N/A
2380 Total Density Zone Sub-Category	N/A	N/A	N/A	N/A	3,677,755	3,677,755	3,677,755	N/A
2385 Subindex	N/A	N/A	N/A	N/A	N/A	N/A	N/A	
2390 Upper Limit	N/A	N/A	N/A	N/A	N/A	N/A	N/A	81.1410 87.7207
DS1, Special Access Density Zone 3:								
2400 ChanTerm/Entrance Facility	23138	N/A	N/A	N/A	2,975,829	2,975,829	2,975,829	N/A
2410 Inter-Office Transport - Fixed	20204	N/A	N/A	N/A	1,526,639	1,526,639	1,526,639	N/A
2420 Inter-Office Transport - Variable	319629	N/A	N/A	N/A	4,487,047	4,487,047	4,487,047	N/A
2440 Other	N/A	N/A	N/A	N/A	-66,179	-66,179	-66,179	N/A
2480 Total Density Zone Sub-Category	N/A	N/A	N/A	N/A	8,923,336	8,923,336	8,923,336	N/A
2485 Subindex	N/A	N/A	N/A	N/A	N/A	N/A	N/A	
2490 Upper Limit	N/A	N/A	N/A	N/A	N/A	N/A	N/A	82.3448 89.9675

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	Base Period Demand	Rates at Last PCI Update	Current Rates	Proposed Rates	Base Period Demand x Rates at Last PCI Update	Base Period Demand x Current Rates	Base Period Demand x Proposed Rates	Index Results
					(E)	(F)	(G)	
High Cap & DDS Service Category	(A)	(B)	(C)	(D)				
DS1, DTT/EF Density Zone 1:								
2500 ChanTerm/Entrance Facility	1409	N/A	N/A	N/A	0	162,035	162,035	N/A
2510 Inter-Office Transport - Fixed	387	N/A	N/A	N/A	0	39,609	39,609	N/A
2520 Inter-Office Transport - Variable	10566	N/A	N/A	N/A	0	154,358	154,358	N/A
2540 Other	N/A	N/A	N/A	N/A	0	31,196	31,196	N/A
2580 Total Density Zone Sub-Category	N/A	N/A	N/A	N/A	0	387,198	387,198	N/A
2585 Subindex	N/A	N/A	N/A	N/A	N/A	N/A	N/A	
2590 Upper Limit	N/A	N/A	N/A	N/A	N/A	N/A	N/A	79.5117 83.4873
DS1, DTT/EF Density Zone 2:								
2600 ChanTerm/Entrance Facility	173	N/A	N/A	N/A	0	21,625	21,625	N/A
2610 Inter-Office Transport - Fixed	828	N/A	N/A	N/A	0	77,342	77,342	N/A
2620 Inter-Office Transport - Variable	11342	N/A	N/A	N/A	0	163,893	163,893	N/A
2640 Other	N/A	N/A	N/A	N/A	0	3,316	3,316	N/A
2680 Total Density Zone Sub-Category	N/A	N/A	N/A	N/A	0	266,176	266,176	N/A
2685 Subindex	N/A	N/A	N/A	N/A	N/A	N/A	N/A	
2690 Upper Limit	N/A	N/A	N/A	N/A	N/A	N/A	N/A	83.2720 87.4356
DS1, DTT/EF Density Zone 3:								
2700 ChanTerm/Entrance Facility	854	N/A	N/A	N/A	0	115,290	115,290	N/A
2710 Inter-Office Transport - Fixed	3256	N/A	N/A	N/A	0	336,692	336,692	N/A
2720 Inter-Office Transport - Variable	72980	N/A	N/A	N/A	0	1,059,686	1,059,686	N/A
2740 Other	N/A	N/A	N/A	N/A	0	6,377	6,377	N/A
2780 Total Density Zone Sub-Category	N/A	N/A	N/A	N/A	0	1,518,045	1,518,045	N/A
2785 Subindex	N/A	N/A	N/A	N/A	N/A	N/A	N/A	
2790 Upper Limit	N/A	N/A	N/A	N/A	N/A	N/A	N/A	82.0236 86.1248

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	BASE PERIOD DEMAND	RATES AT LAST PCI UPDATE	CURRENT RATES	PROPOSED RATES	BASE PERIOD DEMAND x RATES AT LAST PCI UPDATE	BASE PERIOD DEMAND x CURRENT RATES	BASE PERIOD DEMAND x PROPOSED RATES	BASE PERIOD INDEX RESULTS
	(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)
High Cap & DDS Service Category								
DS3, DTT/EF Density Zone 1:								
3600 ChanTerm/Entrance Facility	N/A	N/A	N/A	N/A	0	459,000	459,000	N/A
3610 Inter-Office Transport - Fixed	N/A	N/A	N/A	N/A	0	23,940	23,940	N/A
3620 Inter-Office Transport - Variable	N/A	N/A	N/A	N/A	0	108,064	108,064	N/A
3640 Other	N/A	N/A	N/A	N/A	0	85,213	85,213	N/A
3680 Total Density Zone Sub-Category	N/A	N/A	N/A	N/A	0	676,217	676,217	N/A
3685 Subindex	N/A	N/A	N/A	N/A	N/A	N/A	N/A	
3690 Upper Limit	N/A	N/A	N/A	N/A	N/A	N/A	N/A	75.3867 79.1350
DS3, DTT/EF Density Zone 2:								
3700 ChanTerm/Entrance Facility	N/A	N/A	N/A	N/A	0	178,500	178,500	N/A
3710 Inter-Office Transport - Fixed	N/A	N/A	N/A	N/A	0	24,020	24,020	N/A
3720 Inter-Office Transport - Variable	N/A	N/A	N/A	N/A	0	34,086	34,086	N/A
3740 Other	N/A	N/A	N/A	N/A	0	60,600	60,600	N/A
3780 Total Density Zone Sub-Category	N/A	N/A	N/A	N/A	0	297,206	297,206	N/A
3785 Subindex	N/A	N/A	N/A	N/A	N/A	N/A	N/A	
3790 Upper Limit	N/A	N/A	N/A	N/A	N/A	N/A	N/A	74.8831 78.6273
DS3, DTT/EF Density Zone 3:								
3800 ChanTerm/Entrance Facility	N/A	N/A	N/A	N/A	0	0	0	N/A
3810 Inter-Office Transport - Fixed	N/A	N/A	N/A	N/A	0	36,550	36,550	N/A
3820 Inter-Office Transport - Variable	N/A	N/A	N/A	N/A	0	128,903	128,903	N/A
3840 Other	N/A	N/A	N/A	N/A	0	31,200	31,200	N/A
3880 Total Density Zone Sub-Category	N/A	N/A	N/A	N/A	0	196,653	196,653	N/A
3885 Subindex	N/A	N/A	N/A	N/A	N/A	N/A	N/A	
3890 Upper Limit	N/A	N/A	N/A	N/A	N/A	N/A	N/A	59.0951 62.0499

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ERROR: **undefined**
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Demand Inputs:

100 Total Primary Res & SLB Lines
110 Total NonPrim Res & BRI ISDN Lines
120 Total MLB&PRI ISDN (include PRI * 5, & exclude Centrex)
130 Total Business Centrex Lines in groups with 9 or more lines
135 Total Business Centrex Lines in groups less than 9 lines
137 Total Business Groups with less than 9 lines in the group
140 Total Lifeline Lines
150 Total Local Exchange Lines
160 Total Special Access Surcharge Lines

Source	Trans. # or Ltr/Filing Dt	EUCL (b)	PICC (c)
RTE1, r110 or r176		119,378,484	119,378,484
RTE1, r111 or r177		14,889,456	14,889,456
RTE1, r100 or r174		41,967,384	41,967,384
Input		9,392,592	9,392,592
Input		108,132	108,132
Input		N/A	34,224
RTE1, r120 or r178		2,497,368	2,497,368
r100+r110+r120+r130+r135+r140		188,233,416	188,233,416
RTE1, r130		64,932	N/A

170 Total Terminating Premium MOU
180 Total Terminating Non-Premium MOU
190 Equivalent Terminating DA Chargeable MOU
200 Total Terminating Chargeable MOU
210 Total Originating Premium MOU
220 Total Originating Non-Premium MOU
230 Total Originating Chargeable MOU
240 LEC Transport Terminating Premium MOU
250 LEC Transport Terminating Non-Premium MOU
260 LEC Transport Terminating Chargeable MOU
270 LEC Transport Originating Premium MOU
280 LEC Transport Originating Non-Premium MOU
290 LEC Transport Originating Chargeable MOU

col b&d: RTE1, r140; col.c: RTE1,r1003
col.b&d: RTE1, r150; col.c: RTE1,r1006
Input
r170+.45*r180+r190
col b&d: RTE1, r180; col.c: RTE1,r1009
col.b&d: RTE1, r170; col.c: RTE1,r1012
r210+.45*r220
RTE1, r1015
RTE1, r1018
r240+.45*r250
RTE1, r1021
RTE1, r1024
r270+.45*r280

Total Jurisdiction (a)	Basket		
	Common Line (b)	Trunking (TIC) (c)	Marketing (d)
34,435,963,007	34,689,438,257	34,435,963,007	
1,534,765	1,535,435	1,534,765	
N/A	15,623,903	N/A	
34,436,653,651	34,685,753,106	34,436,653,651	
21,351,272,373	21,188,176,018	21,351,272,373	
169,048	169,016	169,048	
21,351,348,445	21,188,252,075	21,351,348,445	
N/A	32,615,676,700	N/A	
N/A	1,535,435	N/A	
N/A	32,616,367,646	N/A	
N/A	20,311,096,008	N/A	
N/A	166,895	N/A	
N/A	20,311,173,111	N/A	

Rate Inputs:

310 Max Primary Res & SLB EUCL Rate at Last PCI Update
320 Max NonPrim Res & BRI ISDN EUCL Rate at Last PCI Update
330 Max MLB, PRI ISDN, & Bus.Centrex EUCL Rate at Last PCI
340 Max Lifeline EUCL Rate at Last PCI Update
350 Special Access Surcharge Rate at Last PCI
360 Terminating MOU Premium Capped Rates at last PCI Update
370 Originating MOU Premium Capped Rates at last PCI Update
380 Special Access Surcharge Proposed Rate
390 Maximum PICC Rate (Primary Res, Lifeline, & SLB)
400 Maximum PICC Rate (NonPrimary Res & BRI ISDN)
410 Maximum PICC Rate (MLB & PRI ISDN Res)

Input	3.50	N/A	N/A
Input	5.00	N/A	N/A
Input	7.19	N/A	N/A
Input	3.50	N/A	N/A
RTE1, r130, col b	25.00	N/A	N/A
Input	0.000000	N/A	N/A
Input	0.005888	N/A	N/A
RTE1, r130, col.d	25.00	N/A	N/A
Input	0.53	N/A	N/A
Input	1.50	N/A	N/A
Input	2.75	N/A	N/A

420 Existing SLC Cap
430 Existing PICC Cap
440 SLC Inflation Factor
450 PICC Inflation Factor
460 SLC Additive
470 PICC Additive
480 New SLC Cap
490 New PICC Cap

Primary Residence	NonPrimary Res	Multiline Business
3.50	5.00	9.00
0.53	1.50	2.75
1.0000	1.0000	1.0000
1.0000	1.0000	1.0000
0.00	0.00	0.00
0.00	0.00	0.00
3.50	5.00	9.00
0.53	1.50	2.75

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Revenues:

510 Total Max Primary Res & SLB Rev. at Last PCI
 520 Total Max NonPrim Res & BRI ISDN Rev. at Last PCI Update
 530 Total Max MLB & PRI ISDN Rev. at Last PCI Update
 540 Total Max Lifeline Rev. at Last PCI Update
 550 Total Special Access Surcharge Rev. at Last PCI Update
 560 Total Max EUCL Rev at Last PCI Update
 570 Terminating MOU Capped Revenue at Last PCI Update
 580 Originating MOU Capped Revenue at Last PCI Update
 590 Total MOU Capped Revenue at Last PCI Update
 595 Total PICC Capped Revenue at Last PCI Update
 597 Max Oth. EUCL Rev (incl.Line Ports in Exc.of Basic) at Last PCI Update
 600 Max Other Common Line Revenue at Last PCI Update
 610 Max Revenue at Last PCI Update
 615 Max Oth. EUCL Rev (incl.Line Ports in Exc.of Basic) (Proposed)
 620 Other Common Line Revenue (Proposed)

640 PCI at Last PCI Update
 650 Proposed PCI (w/out g in formula)
 660 1 + % Change in PCI (w/out g in formula)
 670 Maximum Revenue to Be Recovered (w/out g in formula)

680 Proposed PCI (w/g in formula)
 690 Proposed Residual TIC Dollars to Be Reassigned to Facilities-based Elements

Source	Trans.# or Ltr/Filing Dt	Total Jurisdiction (a)	Basket		
			Common Line (b)	Trunking (TIC) (c)	Marketing (d)
r100b+r310		417,824,694	417,824,694	N/A	N/A
r110b+r320		74,447,200	74,447,200	N/A	N/A
(r120b+r130b+r135b)+r330		369,927,375	369,927,375	N/A	N/A
r140b+r340		8,740,788	8,740,788	N/A	N/A
r160b+r350		1,623,300	1,623,300	N/A	N/A
Sum of r510 thru 550		872,563,437	872,563,437	N/A	N/A
r200b+r360		0	0	N/A	N/A
r230b+r370		125,707,132	125,707,132	N/A	N/A
r570+r580		125,707,132	125,707,132	N/A	N/A
r390*(100c+140c)+r400*r110c+r410*(r120c+130c/9+137c)		205,302,766	205,302,766	N/A	N/A
Input		0	0	N/A	N/A
r597+RTE1, r(171+179+180),c.e		0	0	N/A	N/A
r580+r590+r595+r600		1,203,573,335	1,203,573,335	N/A	N/A
Input		0	0	N/A	N/A
RTE1, r171+179+180, col. g		0	0	N/A	N/A
PCI1, r680			90,9740	N/A	N/A
PCI1, r910			90,9740	N/A	N/A
r650/r640			1.0000	N/A	N/A
col.b: r610+r660		1,425,565,498	1,203,573,335	139,499,709	82,492,454
col.c: (RTE1,r1080,c,f)*(RTE1,r1090,c,h)/(IND1,r200,c,g)					
col.d: (RTE1,r7970,c,f)*(RTE1,r7990,c,h)/(IND1,r800,c,f)					
PCI1, r840			90,9740	N/A	N/A
Input			N/A	34,590,727	N/A

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					Basket	
	Source	Trans.# or Ltr/Filing Dt	Total Jurisdiction (a)	Common Line (b)	Trunking (TIC) (c)	Marketing (d)
<u>Calculation of Maximum Common Line End User Charge</u>						
800 Base Factor Portion End User Revenue Requirement per Line	Input		7.25	7.25	N/A	N/A
810 Total Annual Line Port Revenue	N/A after initial Acc.Reform Restructure	N/A	N/A	N/A	N/A	N/A
820 Line Port Revenue in Excess of Basic Line Ports	N/A after initial Acc.Reform Restructure	N/A	N/A	N/A	N/A	N/A
830 Basic Line Port Revenue	N/A after initial Acc.Reform Restructure	N/A	N/A	N/A	N/A	N/A
840 Total Line Ports (equals Total EUCL Lines)	N/A after initial Acc.Reform Restructure	N/A	N/A	N/A	N/A	N/A
850 Basic Port Revenue per Line	N/A after initial Acc.Reform Restructure	N/A	N/A	N/A	N/A	N/A
860 COE Maintenance & GSF dollars transferred	N/A after initial Acc.Reform Restructure	N/A	N/A	N/A	N/A	N/A
870 COE Maintenance & GSF per Line	N/A after initial Acc.Reform Restructure	N/A	N/A	N/A	N/A	N/A
880 Marketing dollars transferred	N/A after initial Acc.Reform Restructure	N/A	N/A	N/A	N/A	N/A
890 Marketing per Line	N/A after initial Acc.Reform Restructure	N/A	N/A	N/A	N/A	N/A
900 BFP-Based Common Line Revenue Target Per Line	r800		7.249387939	7.249387939	N/A	N/A
<u>Calculation of Maximum Primary Residential, Lifeline, & Single Line Business End User Charge:</u>						
920 Primary Res & SLB Per Line EUCL Limit	FCC Rules (r480,c.A)	3.50	N/A	N/A	N/A	N/A
930 Maximum Primary Res, Lifeline, & SLB EUCL Rate	Min. of r900 & r920	3.50	3.50	3.50	N/A	N/A
<u>Calculation of Maximum Marketing Expense End User Charge:</u>						
940 Annual Marketing Expenses	r670	82,492,454	N/A	N/A	N/A	82,492,454
950 Total NonPrimRes+(BRI+PRI) ISDN+MLB+Centrex Lines	r110b+r120b+r130b+r135b	66,357,564	N/A	N/A	N/A	66,357,564
960 Marketing Expense Target Per Line	r940/r950	1.24	N/A	N/A	N/A	1.24
<u>Calculation of NonPrimary Residential, Multiline Business, & ISDN End User Charge:</u>						
970 NonPrimary Res & BRI ISDN Per Line EUCL Limit	FCC Rules (r480,c.B)	5.00	N/A	N/A	N/A	N/A
980 MLB, PRI ISDN, & Centrex Per Line EUCL Limit	FCC Rules (r480,c.B)	9.00	N/A	N/A	N/A	N/A
990 Total End User Target Per Line	r900+r960	8.23	7.19	N/A	N/A	1.04
1000 Maximum NonPrim Res & BRI ISDN End User Charge	col.a: Min. of r990a & r970a col.b: Min. of r990b & r970b col.d: Min. of r990d & (r1000a-r1000b)	5.00	5.00	N/A	N/A	0.00
1010 Maximum MLB, PRI ISDN (per unit),& Centrex End User Charge	col.a: Min. of r990a & r980a col.b: Min. of r990b & r980b col.d: Min. of r990d & (r1010a-r1010b)	8.23	7.19	N/A	N/A	1.04
<u>Total Maximum End User Revenue (Proposed)</u>						
1030 Primary Res & SLB End User Revenue	r930+r100b	417,824,694	417,824,694	N/A	N/A	N/A
1040 NonPrim Res & BRI ISDN End User Revenue	r1000+r110b	74,447,280	74,447,280	N/A	N/A	0
1050 MLB, PRI ISDN, & Centrex End User Revenue	r1010*(r120b+r130b+r135b)	423,780,872	369,927,375	N/A	N/A	53,853,497
1060 Lifeline	r930+r140b	8,740,788	8,740,788	N/A	N/A	N/A
1070 Special Access Surcharge	r380+r160b	1,623,300	1,623,300	N/A	N/A	N/A
1080 Max Other EUCL Rev (incl.Line Ports in Excess of Basic)	r615	0	0	N/A	N/A	N/A
1090 Total Maximum End User Revenue	Sum of r1030 thru 1080	926,416,934	872,583,437	N/A	N/A	53,853,497

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			Common Line (b)	Trunking (TIC) (c)	Marketing (d)
<u>Calculation of PICC for Primary Residential, Lifeline, and Single Line Business Lines</u>					
1100 Primary Res, Lifeline, & SLB Per Line PICC Limit	FCC Rules (r490.c.A)	0.53	N/A	N/A	N/A
1110 Maximum PICC Target Revs (Primary Res, Lifeline, & SLB)	col.a: sum of col.b+c+d col.b: r670b-r1070b-r1080b-r930*r150b col.c&d: r670-r1090 col.a:(r1110b+r1110c)/r150c col.b&c: r1110/r150c	711,271,745	543,133,079	139,499,709	28,638,957
1120 Maximum PICC Target (Primary Res, Lifeline, & SLB)	col.a: Min. of r1120a & r1100a col.b: Min. of r1120b & r1100a col.c: Min. of r1120c & (r1100a-r1130b)	3.626523	2.885423	0.741100	N/A
1130 Maximum PICC Rate (Primary Res, Lifeline, & SLB)	r1130 *(r100c + r140c)	0.530000	0.530000	0.000000	N/A
1140 Maximum Allowable PICC Revs (Primary Res, Lifeline, & SLB)	r1130 * (r100c + r140c)	64,594,202	64,594,202	0	N/A
<u>Calculation of PHCC for NonPrimary Residential & BRI ISDN Lines</u>					
1150 NonPrimary Res & BRI ISDN Per Line PICC Limit	FCC Rules (r490.c.B)	1.50	N/A	N/A	N/A
1160 Maximum PICC Target Revs (NonPrimary Res & BRI ISDN)	col.a: Sum of col.b+c+d col.b: Max. of (r670 - r1090 - r1140) & 0 col.c&d: r1110 - r1140 Calculations	434,554,362	266,415,696	139,499,709	28,638,957
1170 Maximum PICC Target (NonPrimary Res & BRI ISDN)	col.a: Min. of r1170a & r1150a col.b: Min. of r1170b & r1150a col.c: Min. of r1170c & (r1150a-r1180b) col.d: Min. of r1170d & (r1150a-r1180b-r1180c)	7.500763	4.598553	2.407879	0.494332
1180 Maximum PICC Rate (NonPrimary Res & BRI ISDN)	r1180 *(r110c)	1.500000	1.500000	0.000000	0.000000
1190 Maximum Allowable PICC Revs (NonPrimary Res & BRI ISDN)	r1180 *(r110c)	22,334,184	22,334,184	0	0
<u>Calculation of PICC for MultiLine Business, PRI ISDN, & Business Centrex Lines</u>					
1200 MultiLine Bus & PRI ISDN Per Line PICC Limit	FCC Rules (r490.c.C)	2.75	N/A	N/A	N/A
1210 Maximum PICC Target Revs (MLB, PRI ISDN, & Centrex)	r1160-r1190	412,220,178	244,081,512	139,499,709	28,638,957
1220 Maximum PICC Target (MLB & PRI ISDN)	col.a:sum b+c+d; col.c&d:r1210*(r120c+130c/9+137c) col.b:Calculations	9.58	5.67	3.24	0.67
1230 Maximum PICC Rate (MLB & PRI ISDN Res)	col.a: Min. of r1220a & r1200a col.b: Min. of r1220b & r1200a col.c: Min. of r1220c & (r1200a-r1230b) col.d: Min. of r1220d & (r1200a-r1230b-r1230c)	2.750000	2.750000	0.000000	0.000000
1240 Maximum Centrex PICC Revenues	col.a: sum b+c+d; col.c&d: r1230*(r130c/9+137c)	2,964,075	2,964,075	0	0
1250 Max Allowable PICC Revenues (MLB, PRI ISDN, & Centrex)	r1230*r120c+r1240	118,374,381	118,374,381	0	0
<u>Total Maximum PICC Revenue</u>					
1300 Primary Residential & Single Line Business PICC Revenue	r1130*r100c	63,270,597	63,270,597	0	N/A
1310 NonPrimary Residential & BRI ISDN PICC Revenue	r1180*r110c	22,334,184	22,334,184	0	0
1320 Multi Line Business & PRI ISDN PICC Revenue	r1230*r120c	115,410,306	115,410,306	0	0
1330 Business Centrex PICC Revenue	r1240	2,964,075	2,964,075	0	0
1340 LifeLine	r1130*r140c	1,323,605	1,323,605	0	N/A
1390 Total Maximum PICC Revenue	Sum of r1300 thru 1340	205,302,766	205,302,766	0	0

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			Total Jurisdiction (a)	Common Line (b)	Basket (c)	Marketing (d)
Calculation of Per-Minute Originating Charges						
1400 Premium Local Switching Rate (Dec. 31, 1997)	Input		0.00753500	N/A	N/A	N/A
1410 Premium Originating Carrier Common Line Rate (Dec. 31, 1997)	Input		0.00393500	N/A	N/A	N/A
1420 Premium Interconnection Rate (Dec. 31, 1997)	Input		0.00621500	N/A	N/A	N/A
1430 Proposed Premium Local Switching Rate	RTE1,r210d		0.00446100	N/A	N/A	N/A
1440 Maximum Rate per Premium Originating MOU	r1400+r1410+r1420-r1430		0.01322400	N/A	N/A	N/A
1450 CL Rev at capped (I-1) rates	r610		N/A	1,203,573,335	N/A	N/A
1460 Total Chargeable CCL Minutes of Use	r200b+r230b		N/A	55,788,002,096	N/A	N/A
1470 Common Line Revenue per MOU (I-1)	r1450/r1460		N/A	0.02157405	N/A	N/A
1480 1 + % Change in PCI	r660		N/A	1,00000000	N/A	N/A
1490 Common Line Revenue per MOU (I)	r1470*r1480		N/A	0.02157405	N/A	N/A
1500 Total Maximum End User Revenue (I)	r1090		N/A	872,583,437	N/A	N/A
1510 Total Maximum PICC Revenue (I)	r1390		N/A	205,302,786	N/A	N/A
1520 Total Other CL Revenue (I)	r620		N/A	0	N/A	N/A
1530 Total Maximum End User, PICC, and Other CL Revenue	r1500+r1510+r1520		N/A	1,077,866,203	N/A	N/A
1550 EUCL, PICC, & Other CL Rev/MOU (I)	r1530/r1460		N/A	0.01932075	N/A	N/A
1560 Maximum CCL Rev/MOU (I)	Max. of 0 & (r1490-r1550)		N/A	0.00225330	N/A	N/A
1570 Maximum CCL Rev (I)	r1560*r1460		N/A	125,707,132	N/A	N/A
1600 Residual TIC and Marketing Revenue (total)	r670-r1090-r1390		N/A	N/A	139,499,709	28,638,957
1610 Residual TIC Revenue (to be recovered across all MOU)	(r670-r690)/r670+r1600		N/A	N/A	104,908,982	N/A
1620 Suppl. Residual TIC Revenue (LEC Transport MOU only)	r690/r670+r1600		N/A	N/A	34,590,727	N/A
1630 Residual Revenue per Orig MOU: Common Line	r1570/r230b		N/A	0.00588755	N/A	N/A
1640 Residual Revenue per Orig MOU: TIC (all Minutes)	r1610/r230c		N/A	N/A	0.004951	N/A
1650 Suppl. Residual Revenue per Orig LEC Transport MOU	r1620/r290c		N/A	N/A	0.001703	N/A
1660 Residual Revenue per Orig MOU: Marketing	r1600/r230d		N/A	N/A	N/A	0.00134132
1670 Common Line Rate per Premium Originating MOU	Min. of r1630b & r1440a		N/A	0.00588755	N/A	N/A
1680 Common Line Rate per NonPremium Originating MOU	r1670*.45		N/A	0.00264940	N/A	N/A
1690 TIC Rate per Premium Originating MOU (all MOU)	Min.of r1640c&(r1440a-1670b)*r(1640/(1640+1650))		N/A	N/A	0.004951	N/A
1700 TIC Rate per NonPremium Originating MOU (all MOU)	r1690*.45		N/A	N/A	0.002228	N/A
1710 Suppl. Rate per LEC Transport Premium Originating MOU	Min.of r1650c&r(1440a-1670b)*r(1650/(1640+1650))		N/A	N/A	0.001703	N/A
1720 Suppl. Rate per LEC Transport NonPrem Originating MOU	r1710*.45		N/A	N/A	0.000766	N/A
1730 Marketing Rate per Premium Originating MOU	Min. of r1660d & (r1440a-r1670b-r1690c-r1710c)		N/A	N/A	N/A	0.00068213
1740 Marketing Rate per NonPremium Originating MOU	r1730*.45		N/A	N/A	N/A	0.00030698
1750 Total Maximum Originating Per Minute Revenue	col.b:r1570-r1750; col.d:r1600-r1750 col.b:(r230b+r1670b col.c:(r230c+r1690c+r290c+r1710c col.d:(r230d+r1730d		N/A	125,707,132	139,499,709	14,564,395
Calculation of Per-Minute Terminating Charges						
1800 Residual Revenue after Orig MOU Rates: CL & Mktg	col.b:r1570-r1750; col.d:r1600-r1750		N/A	0	N/A	14,074,562
1810 Residual Revenue after Orig MOU Rates: TIC (All MOU)	r1610c - (r230c+r1690c)		N/A	N/A	13	N/A
1820 Suppl. Residual Rev after Orig MOU Rates: TIC (LEC Transport MOU)	r1620c - (r290c+r1710c)		N/A	N/A	0	N/A
1830 Rate per Premium Terminating MOU: CL & Mktg	r1800/r200		N/A	0.000000	N/A	0.000409
1840 Rate per NonPremium Terminating MOU: CL & Mktg	r1830*.45		N/A	0.000000	N/A	0.000184
1850 TIC Rate per Premium Terminating MOU (all MOU)	r1810/r200c		N/A	N/A	0.000000	N/A
1860 TIC Rate per NonPremium Terminating MOU (all MOU)	r1850*.45		N/A	N/A	0.000000	N/A
1870 Suppl. Rate per LEC Transport Prem Terminating MOU	r1820/r260c		N/A	N/A	0.000000	N/A
1880 Suppl. Rate per LEC Transport NonPrem Terminating MOU	r1870*.45		N/A	N/A	0.000000	N/A

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1900 Proposed PCI (to be used in CL basket calcs)	if r1570=0, PCI1,r840, else, PCI1,r910	N/A		90,974.0	N/A	N/A
1910 1 + % Change in PCI (based on I.1900)	r1900/r640	N/A		1,000.0	N/A	N/A
1920 Maximum Revenue to Be Recovered	col.b: r1910*r610 col.c&d: r670	N/A		1,203,573,335	139,499,709	82,492,454
1930 Maximum Proposed Revenue per EUCL	r1920/r150b	N/A		8.39	N/A	N/A
<u>Calculation of Maximum Common Line End User Charge:</u>						
1940 Common Line Revenue Target Per Line	col.a = col. b col.b: if r1570>0, r900; else, if r1930>=r920+r1100, r900; else, r1930		7.25		7.25	N/A
<u>Calculation of Maximum Primary Residential Lifeline & Single Line Business End User Charge:</u>						
1950 Primary Res & SLB Per Line EUCL Limit	r920		3.50	N/A	N/A	N/A
1960 Maximum Primary Res, Lifeline, & SLB EUCL Rate	Min. of r1940 & r1950		3.50		3.50	N/A
<u>Calculation of Maximum Marketing Expense End User Charge:</u>						
1970 Marketing Expense Target Per Line	r960		1.24	N/A	N/A	1.24
<u>Calculation of NonPrimary Residential Multiline Business, & ISDN End User Charge:</u>						
1980 NonPrimary Res & BRI ISDN Per Line EUCL Limit	r970		5.00	N/A	N/A	N/A
1990 MLB, PRI ISDN, & Centrex Per Line EUCL Limit	r980		9.00	N/A	N/A	N/A
2000 Total End User Target Per Line	r1940+r1970		8.23		7.19	N/A
2010 Maximum NonPrim Res & BRI ISDN End User Charge	col.a: Min. of r2000a & r1990a col.b: Min. of r2000b & r1990a col.d: Min. of r2000c & (r2010a-r2010b)		5.00		5.00	N/A
2020 Maximum MLB, PRI ISDN (per unit), & Centrex End User Charge	col.a: Min. of r2000a & r1990a col.b: Min. of r2000b & r1990a col.d: Min. of r2000c & (r2020e-r2020b)		8.23		7.19	N/A
<u>Total Maximum End User Revenue (Proposed)</u>						
2030 Primary Res & SLB End User Revenue	r1960*r100b		417,824,694	417,824,694	N/A	N/A
2040 NonPrim Res & BRI ISDN End User Revenue	r2010*r110b		74,447,280	74,447,280	N/A	0
2050 MLB, PRI ISDN, & Centrex End User Revenue	r2020*(r120b+r130b+r135b)		423,780,872	369,927,375	N/A	53,853,497
2060 LifeLine	r1960*r140b		8,740,788	8,740,788	N/A	N/A
2070 Special Access Surcharge	r380*r160b		1,623,300	1,623,300	N/A	N/A
2080 Max Other EUCL Rev (incl. Line Ports in Excess of Basic)	r615		0	0	N/A	N/A
2090 Total Maximum End User Revenue	Sum of r2030 thru 2080		926,416,934	872,563,437	N/A	53,853,497

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<u>Calculation of PICC for Primary Residential, Lifeline, and Single Line Business Lines</u>					
2100 Primary Res, Lifeline, & SLB Per Line PICC Limit	r1100	0.53	N/A	N/A	0
2110 Maximum PICC Target Revs (Primary Res, Lifeline, & SLB)	col a: sum of col.b+c+d col.b: r670b-r2070b-r2080b-r1960+r150b col.c&d: r670-r2090	711,271.745	543,133,079	139,499,709	28,638,957
2120 Maximum PICC Target (Primary Res, Lifeline, & SLB)	col.a: (r2110b+r2110c)/r150c col.b&c: (r2110/r150c	3.626523	2,885423	0.741100	N/A
2130 Maximum PICC Rate (Primary Res, Lifeline, & SLB)	col.a: Min. of r2120a & r2100a col.b: Min. of r2120b & r2100a col.c: Min. of r2120c & (r2100a-r2130b)	0.530000	0.530000	0.000000	N/A
2140 Maximum Allowable PICC Revs (Primary Res, Lifeline, & SLB)	r2130 * (r100c + r140c)	64,594,202	64,594,202	0	N/A
<u>Calculation of PICC for NonPrimary Residential & BRI ISDN Lines</u>					
2150 NonPrimary Res & BRI ISDN Per Line PICC Limit	r1150	1.50	N/A	N/A	N/A
2160 Maximum PICC Target Revs (NonPrimary Res & BRI ISDN)	col.a: Sum of col.b+c+d col.b: Max. of (r870 - r2090 - r2140) & 0 col.c&d: (r2110 - r2140) Calculations	434,554,362	266,415,696	139,499,709	28,638,957
2170 Maximum PICC Target (NonPrimary Res & BRI ISDN)	col.a: Min. of r2170a & r2150a col.b: Min. of r2170b & r2150a col.c: Min. of r2170c & (r2150a-r2180b)	7,500783	4,598553	2,407879	0.494332
2180 Maximum PICC Rate (NonPrimary Res & BRI ISDN)	col.d: Min. of r2170d & (r2150a-r2180b-r2180c)	1.500000	1.500000	0.000000	0.000000
2190 Maximum Allowable PICC Revs (NonPrimary Res & BRI ISDN)	r2180 * r110c	22,334,184	22,334,184	0	0
<u>Calculation of PICC for MultiLine Business, PRI ISDN, & Business Centrex Lines</u>					
2200 MultiLine Bus & PRI ISDN Per Line PICC Limit	r1200	2.75	N/A	N/A	N/A
2210 Maximum PICC Target Revs (MLB, PRI ISDN, & Centrex)	r2160-r2190	412,220,178	244,081,512	139,499,709	28,638,957
2220 Maximum PICC Target (MLB & PRI ISDN)	col.a:sum b+c+d; col.c&d:r2210/r(120c+130c/9+137c) col.b: Calculations	9,576443	5,670350	3,240770	0,665322
2230 Maximum PICC Rate (MLB & PRI ISDN Res)	col.a: Min. of r2220a & r2200a col.b: Min. of r2220b & r2200a col.c: Min. of r2220c & (r2200a-r2230b)	2.750000	2.750000	0.000000	0.000000
2240 Maximum Centrex PICC Revenues	col.d: Min. of r2220d & (r2200e-r2230b-r2230c) col.a: sum b+c+d; col.c&d: r2230*r(130c/9+137c) col.b: Calculations	2,964,075	2,964,075	0	0
2250 Max.Allowable PICC Revenues (MLB, PRI ISDN, & Centrex)	r2230*r120c+r2240	118,374,381	118,374,381	0	0
<u>Total Maximum PICC Revenue</u>					
2300 Primary Residential & Single Line Business PICC Revenue	r2130*r100c	63,270,597	63,270,597	0	N/A
2310 NonPrimary Residential & BRI ISDN PICC Revenue	r2180*r110c	22,334,184	22,334,184	0	0
2320 Multi Line Business & PRI ISDN PICC Revenue	r2230*r120c	115,410,306	115,410,306	0	0
2330 Business Centrex PICC Revenue	r2240	2,964,075	2,964,075	0	0
2340 LifeLine	r2130*r140c	1,323,605	1,323,605	0	N/A
2390 Total Maximum PICC Revenue	Sum of r2300 thru r2340	205,302,766	205,302,766	0	0

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Calculation of Per-Minute Originating Charges							
2400 Premium Local Switching Rate (Dec. 31, 1997)	r1400		0.00753500	N/A	N/A	N/A	N/A
2410 Premium Originating Carrier Common Line Rate (Dec. 31, 1997)	r1410		0.00393500	N/A	N/A	N/A	N/A
2420 Premium Interconnection Rate (Dec. 31, 1997)	r1420		0.00621500	N/A	N/A	N/A	N/A
2430 Proposed Premium Local Switching Rate	RTE1,r210d		0.00446100	N/A	N/A	N/A	N/A
2440 Maximum Rate per Premium Originating MOU	r2400+r2410+r2420-r2430		0.01322400	N/A	N/A	N/A	N/A
2450 CL Rev at capped (I-1) rates (excl Line Ports above Basic)	r610		N/A	1,203,573,335	N/A	N/A	N/A
2460 Total Chargeable CCL Minutes of Use	r200b+r230b		N/A	55,788,002,096	N/A	N/A	N/A
2470 Common Line Revenue per MOU (I-1)	r2450/r2460		N/A	0.02157405	N/A	N/A	N/A
2480 1 + % Change in PCI	r1910		N/A	1,00000000	N/A	N/A	N/A
2490 Common Line Revenue per MOU (I)	r2470*r2480		N/A	0.02157405	N/A	N/A	N/A
2500 Total Maximum End User Revenue (I)	r2090		N/A	872,563,437	N/A	N/A	N/A
2510 Total Maximum PICC Revenue (I)	r2390		N/A	205,302,766	N/A	N/A	N/A
2520 Total Other CL Revenue (I)	r620		N/A	0	N/A	N/A	N/A
2530 Total Maximum End User, PICC, and Other CL Revenue	r2500+r2510+r2520		N/A	1,077,866,203	N/A	N/A	N/A
2540 1 + g/2 (if using PCI formula with g & no residual TIC dollars)	if r1570=0 or PCI1,r800a<>0, 1; else 1+(PCI1,r630)/200		N/A	1.0000	N/A	N/A	N/A
2550 EUCL, PICC, & Other CL Rev/MOU (I)	r2530/(r2460-r2540)		N/A	0.01932075	N/A	N/A	N/A
2560 Maximum CCL Rev/MOU (I)	Max. of 0 & (r2490-r2550)		N/A	0.00225330	N/A	N/A	N/A
2570 Maximum CCL Rev (I)	r2560*r2460		N/A	125,707,131.5	N/A	N/A	N/A
2600 Residual TIC and Marketing Revenue (total)	r1920-r2090-r2390		N/A	N/A	139,499,709	28,638,957	
2610 Residual TIC Revenue (to be recovered across all MOU)	(r1920-r690)/r1920*r2600		N/A	N/A	104,908,982	N/A	
2620 Suppl. Residual TIC Revenue (LEC Transport MOU only)	r690/r1920*r2600		N/A	N/A	34,590,727	N/A	
2630 Residual Revenue per Orig MOU: Common Line	r2570/r230		N/A	0.00588755	N/A	N/A	
2640 Residual Revenue per Orig MOU: TIC (all Minutes)	r2610/r230		N/A	N/A	0.004951	N/A	
2650 Suppl. Residual Revenue per Orig LEC Transport MOU	r2620/r290		N/A	N/A	0.001703	N/A	
2660 Residual Revenue per Orig MOU: Marketing	r2600/r230		N/A	N/A	N/A	0.001341	
2670 Common Line Rate per Premium Originating MOU	Min. of r2630b & r2440a		N/A	0.00588755	N/A	N/A	
2680 Common Line Rate per NonPremium Originating MOU	r2670*0.45		N/A	0.00284940	N/A	N/A	
2690 TIC Rate per Premium Originating MOU (all MOU)	Min. of r2640c & (r2440a-2670b)*(2640/(2640+2650))		N/A	N/A	0.004951	N/A	
2700 TIC Rate per NonPremium Originating MOU (all MOU)	r2690*0.45		N/A	N/A	0.002228	N/A	
2710 Suppl. Rate per LEC Transport Prem Originating MOU	Min. of r2650c & (r2440a-2670b)*(2650/(2640+2650))		N/A	N/A	0.001703	N/A	
2720 Suppl. Rate per LEC Transport NonPrem Originating MOU	r2710*0.45		N/A	N/A	0.000766	N/A	
2730 Marketing Rate per Premium Originating MOU	Min. of r2660d & (r2440a-r2670b-r2690c-r2710c)		N/A	N/A	N/A	0.00068213	
2740 Marketing Rate per NonPremium Originating MOU	r2730*0.45		N/A	N/A	N/A	0.00030698	
2750 Total Maximum Originating Per Minute Revenue	col.b: r230b*r2670b col.c: r230c*r2690c+r290c*r2710c col.d: r230d*r2730d		N/A	125,707,132	139,499,709	14,564,395	
Calculation of Per-Minute Terminating Charges							
2800 Residual Revenue after Orig MOU Rates: CL & Mktg	col.b:r2570-r2750; col.d:r2800-r2750		N/A	0	N/A	14,074,562	
2810 Residual Revenue after Orig MOU Rates: TIC (All MOU)	r2610c - (r230c*r2690c)		N/A	N/A	13	N/A	
2820 Suppl. Residual Rev after Orig MOU Rates: TIC (LEC Transport MOU)	r2620c - (r290c*r2710c)		N/A	N/A	0	N/A	
2830 Rate per Premium Terminating MOU: CL & Mktg	r2800/r200		N/A	0.00000000	N/A	0.00040871	
2840 Rate per NonPremium Terminating MOU: CL & Mktg	r2830*.45		N/A	0.00000000	N/A	0.00018392	
2850 TIC Rate per Premium Terminating MOU (all MOU)	r2810/r200		N/A	N/A	0.00000000	N/A	
2860 TIC Rate per NonPremium Terminating MOU (all MOU)	r2850*.45		N/A	N/A	0.00000000	N/A	
2870 Suppl. Rate per LEC Transport Prem Terminating MOU	r2820/r280		N/A	N/A	0.00000000	N/A	
2880 Suppl. Rate per LEC Transport NonPrem Terminating MOU	r2870*.45		N/A	N/A	0.00000000	N/A	

FOOTNOTES

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Price Cap Tariff Review Plan
Footnotes

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	LEC	FCC	Delta	Flag
GENERAL-----				
GDPPi				
X for CL, TS, TK, and MK				
X for IX				
g				
EXOGENOUS CHANGES in thousands-----				
LTS				
Regulatory Fees				
Excess Deferred Taxes				
ITC				
Removal Sharing/Low End Adj				
TrueUp of Sharing/Low End Adj				
Current Low End Adj				
Telecomm.Relay Svcs.				
Universal Service Fund				
Other (1)				
Other (2)				
Other (3)				
Other (4)				
Other (5)				
Other (6)				
Other (7)				
Other (8)				
Other (9)				
TOTAL OF INDIVIDUALS				
TOTAL EXOGENOUS (EXG1)				
TOTAL EXOGENOUS (EXG2)				
COMMON LINE-----				
Proposed PCI	90.9740	90.9740		*
Maximum Premium Rates (from CAP1)				
Prim Res, Lifeline, & SLB EUCL (Sum)	3.50	3.50	0.000000	*
NonPrim Res & BRI ISDN EUCL (Sum)	5.00	5.00	0.000000	*
MLB & PRI ISDN EUCL (Sum)	8.23	8.49	-0.262493	LOW
Prim Res, Lifeline, & SLB PICC (Sum)	0.53	0.53	0.000000	*
NonPrim Res & BRI ISDN PICC (Sum)	1.50	1.50	0.000000	*
MLB & PRI ISDN PICC (Sum)	2.75	2.75	0.000000	*
Prem Orig per MOU: Common Line	0.005888	0.005888		*
Prem Orig per MOU: TIC (All MOU)	0.004951	0.004951		*
Prem Orig per MOU: Suppl LEC Transport TIC	0.001703	0.001703	0.000000	*
Prem Orig per MOU: Marketing	0.000682	0.000682	0.000000	*
Prem Term per MOU: Common Line	0.000000	0.000000	0.000000	*
Prem Term per MOU: TIC (All MOU)	0.000000	0.000000	0.000000	*
Prem Term per MOU: Suppl LEC Transport TIC	0.000000	0.000000	0.000000	*
Prem Term per MOU: Marketing	0.000409	0.000409	0.000000	*

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	LEC	FCC	Delta	Flag
TRAFFIC SENSITIVE-----				
Local Switching				
Proposed SBI	46.6161	46.6161	0.0000	*
SBI: Upper Limit	48.4659	48.4659		*
LEC SBI Out of Bounds?				*
FCC SBI Out of Bounds?				*
Information				
Proposed SBI	71.8939	71.8939	0.0000	*
SBI: Upper Limit	79.8477	79.8477		*
LEC SBI Out of Bounds?				*
FCC SBI Out of Bounds?				*
Database Access				
Vert.Services: SBI	60.3275	60.3275	0.0000	*
SBI: Upper Limit	67.2664	67.2664		*
LEC Sub-Index Out of Bounds?				*
FCC Sub-Index Out of Bounds?				*
Total Database Access				
Proposed SBI	94.2965	94.2965	0.0000	*
SBI: Upper Limit	100.7637	100.7637		*
LEC Sub-Index Out of Bounds?				*
FCC SBI Out of Bounds?				*
Billing Name and Address				
Proposed SBI	NONE	0.0000		*
SBI: Upper Limit	NONE	0.0000		*
LEC SBI Out of Bounds?				*
FCC SBI Out of Bounds?				*
Local Switching Trunk Ports				
Proposed SBI	100.0000	100.0000	0.0000	*
SBI: Upper Limit	111.5021	111.5021		*
LEC SBI Out of Bounds?				*
FCC SBI Out of Bounds?				*
Signalling Transfer Point Port Terminations				
Proposed SBI	109.4118	109.4118	0.0000	*
SBI: Upper Limit	111.5021	111.5021		*
LEC SBI Out of Bounds?				*
FCC SBI Out of Bounds?				*
TRAFFIC SENSITIVE-----				
TS API	55.6460	55.6460	0.0000	*
TS PCI	56.3668	56.3668		*
LEC API Above PCI?				LOW
FCC API Above PCI?				LOW
INTEREXCHANGE-----				
Interexchange API	81.3561	81.3561	0.0000	*
Interexchange PCI	92.2160	92.2160	0.0000	*
LEC API Above PCI?				LOW
FCC API Above PCI?				LOW
MARKETING-----				
Marketing API	99.6128	99.6128	0.0000	*
Marketing PCI	100.0000	100.0000		*
LEC API Above PCI?				*
FCC API Above PCI?				*